



HEALTH ANNUAL STATEMENT  
FOR THE YEAR ENDED DECEMBER 31, 2017  
OF THE CONDITION AND AFFAIRS OF THE  
**Anthem Health Plans of Maine, Inc.**

NAIC Group Code	0671 (Current)	0671 (Prior)	NAIC Company Code	52618	Employer's ID Number	31-1705652
Organized under the Laws of	Maine			State of Domicile or Port of Entry	ME	
Country of Domicile	United States of America					
Licensed as business type:	Other					
Is HMO Federally Qualified?	Yes [ ] No [ X ]					
Incorporated/Organized	03/10/2000			Commenced Business	06/05/2000	
Statutory Home Office	2 Gannett Drive (Street and Number)			South Portland , ME, US 04106-6911 (City or Town, State, Country and Zip Code)		
Main Administrative Office	2 Gannett Drive (Street and Number)			866-583-6182 (Area Code) (Telephone Number)		
	South Portland , ME, US 04106-6911 (City or Town, State, Country and Zip Code)					
Mail Address	2 Gannett Drive (Street and Number or P.O. Box)			South Portland , ME, US 04106-6911 (City or Town, State, Country and Zip Code)		
Primary Location of Books and Records	2 Gannett Drive (Street and Number)			866-583-6182 (Area Code) (Telephone Number)		
	South Portland , ME, US 04106-6911 (City or Town, State, Country and Zip Code)					
Internet Website Address	www.anthem.com					
Statutory Statement Contact	Dan Wolke (Name)			317-488-6245 (Area Code) (Telephone Number)		
	dan.wolke@anthem.com (E-mail Address)			317-488-6200 (FAX Number)		

OFFICERS

President and Chairperson	Daniel Patrick Corcoran	Treasurer	Robert David Kretschmer
Secretary	Kathleen Susan Kiefer	Assistant Treasurer	Eric (Rick) Kenneth Noble

OTHER

Mark Daniel Justus, Valuation Actuary

DIRECTORS OR TRUSTEES

Daniel Patrick Corcoran	Carter Allen Beck	Kathleen Susan Kiefer
Ronald William Penczek	Robert David Kretschmer	John Edward Gallina
Catherine Irene Kelaghan		

State of Maine  
County of Cumberland SS:

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Daniel Patrick Corcoran President	Kathleen Susan Kiefer Secretary	Robert David Kretschmer Treasurer

Subscribed and sworn to before me this 19th day of February, 2018

a. Is this an original filing? Yes [ X ] No [ ]  
b. If no,  
1. State the amendment number  
2. Date filed  
3. Number of pages attached

SHARON W. BERRY  
Notary Public, Maine  
My Commission Expires January 8, 2024

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....	217,739,541		217,739,541	190,140,929
2. Stocks (Schedule D):				
2.1 Preferred stocks .....			0	
2.2 Common stocks .....			0	
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....			0	
3.2 Other than first liens .....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ .....0 encumbrances) .....	72,500	0	72,500	72,500
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....			0	
4.3 Properties held for sale (less \$ .....0 encumbrances) .....			0	
5. Cash (\$ .....(2,384,510) , Schedule E - Part 1), cash equivalents (\$ .....16,841,203 , Schedule E - Part 2) and short-term investments (\$ .....0 , Schedule DA) .....	14,456,693		14,456,693	(6,584,704)
6. Contract loans, (including \$ ..... premium notes) .....			0	
7. Derivatives (Schedule DB) .....			0	
8. Other invested assets (Schedule BA) .....	137,479		137,479	137,985
9. Receivables for securities .....			0	0
10. Securities lending reinvested collateral assets (Schedule DL) .....	5,636,270		5,636,270	10,485,136
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	238,042,483	0	238,042,483	194,251,846
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	
14. Investment income due and accrued .....	1,916,816	0	1,916,816	1,918,912
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	41,118,121	2,851,318	38,266,803	24,287,491
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ .....19,601,623 earned but unbilled premiums) .....	19,601,623	0	19,601,623	19,330,696
15.3 Accrued retrospective premiums (\$ .....662,521 ) and contracts subject to redetermination (\$ .....1,665,240 ) .....	2,327,761	0	2,327,761	939,890
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	582,818	0	582,818	3,561,289
16.2 Funds held by or deposited with reinsured companies .....			0	
16.3 Other amounts receivable under reinsurance contracts .....			0	
17. Amounts receivable relating to uninsured plans .....	34,475,091	1,987,932	32,487,159	23,554,924
18.1 Current federal and foreign income tax recoverable and interest thereon .....	829,517	0	829,517	466,393
18.2 Net deferred tax asset .....	9,689,425	2,201,993	7,487,433	14,338,608
19. Guaranty funds receivable or on deposit .....	220,481	0	220,481	
20. Electronic data processing equipment and software .....			0	
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	2,708,136	2,708,136	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	
23. Receivables from parent, subsidiaries and affiliates .....	16,013,029	0	16,013,029	13,705,761
24. Health care (\$ .....74,697,389 ) and other amounts receivable .....	81,755,879	7,058,490	74,697,389	51,973,655
25. Aggregate write-ins for other than invested assets .....	66,755,841	1,266,195	65,489,646	60,076,650
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	516,037,021	18,074,063	497,962,958	408,406,115
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	
28. Total (Lines 26 and 27) .....	516,037,021	18,074,063	497,962,958	408,406,115
DETAILS OF WRITE-INS				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. FEP Assets Held By Agent .....	65,322,456	0	65,322,456	59,937,916
2502. Miscellaneous Receivables .....	345,224	178,035	167,189	138,734
2503. Prepaid Expenses .....	643,069	643,069	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	445,091	445,091	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	66,755,841	1,266,195	65,489,646	60,076,650

LIABILITIES, CAPITAL AND SURPLUS

	Current Year			Prior Year
	1	2	3	4
	Covered	Uncovered	Total	Total
1. Claims unpaid (less \$ .....0 reinsurance ceded) .....	139,147,844	3,398,306	142,546,150	111,048,559
2. Accrued medical incentive pool and bonus amounts .....	3,916,151		3,916,151	1,886,261
3. Unpaid claims adjustment expenses .....	2,627,729		2,627,729	2,751,333
4. Aggregate health policy reserves, including the liability of \$ .....0 for medical loss ratio rebate per the Public Health Service Act .....	115,228,149		115,228,149	83,937,745
5. Aggregate life policy reserves .....			0	0
6. Property/casualty unearned premium reserves .....			0	
7. Aggregate health claim reserves .....	71,391		71,391	73,893
8. Premiums received in advance .....	8,083,578		8,083,578	8,426,416
9. General expenses due or accrued .....	3,957,937		3,957,937	5,473,551
10.1 Current federal and foreign income tax payable and interest thereon (including \$ ..... on realized capital gains (losses)) .....			0	
10.2 Net deferred tax liability .....			0	
11. Ceded reinsurance premiums payable .....			0	
12. Amounts withheld or retained for the account of others .....	223,825		223,825	253,753
13. Remittances and items not allocated .....	15,194,771		15,194,771	7,016,160
14. Borrowed money (including \$ ..... current) and interest thereon \$ ..... (including \$ ..... current) .....			0	
15. Amounts due to parent, subsidiaries and affiliates .....			0	6,736,960
16. Derivatives .....			0	
17. Payable for securities .....			0	
18. Payable for securities lending .....	5,636,270		5,636,270	10,485,136
19. Funds held under reinsurance treaties (with \$ ..... authorized reinsurers, \$ .....0 unauthorized reinsurers and \$ .....0 certified reinsurers) .....			0	
20. Reinsurance in unauthorized and certified (\$ ..... ) companies .....			0	
21. Net adjustments in assets and liabilities due to foreign exchange rates .....			0	
22. Liability for amounts held under uninsured plans .....	25,231,097		25,231,097	11,596,525
23. Aggregate write-ins for other liabilities (including \$ .....5,384,233 current) .....	9,860,650	0	9,860,650	8,271,894
24. Total liabilities (Lines 1 to 23) .....	329,179,392	3,398,306	332,577,698	257,958,186
25. Aggregate write-ins for special surplus funds .....	XXX	XXX	33,382,497	13,636,709
26. Common capital stock .....	XXX	XXX	2,500,000	2,500,000
27. Preferred capital stock .....	XXX	XXX		
28. Gross paid in and contributed surplus .....	XXX	XXX	120,652,900	120,652,900
29. Surplus notes .....	XXX	XXX	0	
30. Aggregate write-ins for other than special surplus funds .....	XXX	XXX	0	0
31. Unassigned funds (surplus) .....	XXX	XXX	8,849,863	13,658,320
32. Less treasury stock, at cost:				
32.1 ..... shares common (value included in Line 26 \$ ..... ) .....	XXX	XXX		
32.2 ..... shares preferred (value included in Line 27 \$ ..... ) .....	XXX	XXX		
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	XXX	XXX	165,385,260	150,447,929
34. Total liabilities, capital and surplus (Lines 24 and 33) .....	XXX	XXX	497,962,958	408,406,115
DETAILS OF WRITE-INS				
2301. FEP Special Advance .....	2,854,240		2,854,240	3,713,380
2302. Other Liabilities .....	2,822,735		2,822,735	467,275
2303. Escheat Liability .....	1,663,432		1,663,432	1,851,039
2398. Summary of remaining write-ins for Line 23 from overflow page .....	2,520,243	0	2,520,243	2,240,200
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above) .....	9,860,650	0	9,860,650	8,271,894
2501. Estimated ACA Health Insurer fee .....	XXX	XXX	21,034,623	0
2502. Deferred gain on sale-leaseback transaction .....	XXX	XXX	12,347,874	13,636,709
2503. ....	XXX	XXX		
2598. Summary of remaining write-ins for Line 25 from overflow page .....	XXX	XXX	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	XXX	XXX	33,382,497	13,636,709
3001. ....	XXX	XXX		
3002. ....	XXX	XXX		
3003. ....	XXX	XXX		
3098. Summary of remaining write-ins for Line 30 from overflow page .....	XXX	XXX	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098)(Line 30 above) .....	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year		Prior Year
	1 Uncovered	2 Total	3 Total
1. Member Months.....	XXX	4,670,930	4,216,388
2. Net premium income ( including \$ ..... non-health premium income) .....	XXX	1,166,212,759	1,066,001,267
3. Change in unearned premium reserves and reserve for rate credits .....	XXX	(26,670,469)	(3,123,562)
4. Fee-for-service (net of \$ ..... medical expenses) .....	XXX		
5. Risk revenue .....	XXX		
6. Aggregate write-ins for other health care related revenues .....	XXX	0	0
7. Aggregate write-ins for other non-health revenues .....	XXX	0	0
8. Total revenues (Lines 2 to 7) .....	XXX	1,139,542,290	1,062,877,705
<b>Hospital and Medical:</b>			
9. Hospital/medical benefits .....	18,113,409	759,789,341	709,057,902
10. Other professional services .....	234,816	9,849,648	9,844,168
11. Outside referrals .....	0	0	
12. Emergency room and out-of-area .....	607,211	25,470,207	29,614,006
13. Prescription drugs .....	4,654,824	195,252,337	181,193,824
14. Aggregate write-ins for other hospital and medical .....	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts .....		8,789,422	4,876,968
16. Subtotal (Lines 9 to 15) .....	23,610,260	999,150,955	934,586,868
<b>Less:</b>			
17. Net reinsurance recoveries .....		281,683	3,526,833
18. Total hospital and medical (Lines 16 minus 17) .....	23,610,260	998,869,272	931,060,035
19. Non-health claims (net) .....			
20. Claims adjustment expenses, including \$ .....18,745,028 cost containment expenses .....		31,989,954	28,631,538
21. General administrative expenses .....		61,119,570	74,125,499
22. Increase in reserves for life and accident and health contracts (including \$ ..... increase in reserves for life only) .....		0	(302,723)
23. Total underwriting deductions (Lines 18 through 22).....	23,610,260	1,091,978,796	1,033,514,349
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX	47,563,494	29,363,356
25. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....		6,339,836	6,230,806
26. Net realized capital gains (losses) less capital gains tax of \$ .....609,916 .....		2,114,593	1,336,705
27. Net investment gains (losses) (Lines 25 plus 26) .....	0	8,454,429	7,567,511
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ ..... ) (amount charged off \$ .....(89,957) )] .....	0	(89,957)	(343,335)
29. Aggregate write-ins for other income or expenses .....	0	315,530	(178,723)
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	XXX	56,243,497	36,408,809
31. Federal and foreign income taxes incurred .....	XXX	18,502,460	17,314,136
32. Net income (loss) (Lines 30 minus 31) .....	XXX	37,741,037	19,094,673
<b>DETAILS OF WRITE-INS</b>			
0601. ....	XXX		
0602. ....	XXX		
0603. ....	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX	0	0
0699. Totals (Lines 0601 thru 0603 plus 0698)(Line 6 above) .....	XXX	0	0
0701. ....	XXX		
0702. ....	XXX		
0703. ....	XXX		
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX	0	0
0799. Totals (Lines 0701 thru 0703 plus 0798)(Line 7 above) .....	XXX	0	0
1401. ....			
1402. ....			
1403. ....			
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above) .....	0	0	0
2901. Miscellaneous income (expense) .....		315,530	(178,723)
2902. ....			
2903. ....			
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above) .....	0	315,530	(178,723)

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year	2 Prior Year
CAPITAL AND SURPLUS ACCOUNT		
33. Capital and surplus prior reporting year.....	150,447,929	154,005,390
34. Net income or (loss) from Line 32 .....	37,741,037	19,094,673
35. Change in valuation basis of aggregate policy and claim reserves .....		
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....(55,567) .....	(209,547)	(3,941)
37. Change in net unrealized foreign exchange capital gain or (loss) .....		
38. Change in net deferred income tax .....	(8,616,087)	(1,081,941)
39. Change in nonadmitted assets .....	6,310,763	1,822,583
40. Change in unauthorized and certified reinsurance .....	0	
41. Change in treasury stock .....	0	
42. Change in surplus notes .....	0	
43. Cumulative effect of changes in accounting principles.....		
44. Capital Changes:		
44.1 Paid in .....	0	
44.2 Transferred from surplus (Stock Dividend).....	0	
44.3 Transferred to surplus.....		
45. Surplus adjustments:		
45.1 Paid in .....	0	
45.2 Transferred to capital (Stock Dividend) .....		
45.3 Transferred from capital .....		
46. Dividends to stockholders .....	(19,000,000)	(22,100,000)
47. Aggregate write-ins for gains or (losses) in surplus .....	(1,288,835)	(1,288,835)
48. Net change in capital and surplus (Lines 34 to 47) .....	14,937,331	(3,557,461)
49. Capital and surplus end of reporting period (Line 33 plus 48)	165,385,260	150,447,929
DETAILS OF WRITE-INS		
4701. Deferred gain on sale-leaseback transaction .....	(1,288,835)	(1,288,835)
4702. ....		0
4703. ....		
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0
4799. Totals (Lines 4701 thru 4703 plus 4798)(Line 47 above)	(1,288,835)	(1,288,835)

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance .....	1,148,550,362	1,059,441,583
2. Net investment income .....	6,745,288	7,550,298
3. Miscellaneous income .....	0	
4. Total (Lines 1 through 3) .....	1,155,295,650	1,066,991,881
5. Benefit and loss related payments .....	962,365,822	919,065,406
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....		
7. Commissions, expenses paid and aggregate write-ins for deductions .....	86,498,760	108,456,524
8. Dividends paid to policyholders .....		
9. Federal and foreign income taxes paid (recovered) net of \$ .....609,916 tax on capital gains (losses) .....	19,475,500	17,296,148
10. Total (Lines 5 through 9) .....	1,068,340,082	1,044,818,078
11. Net cash from operations (Line 4 minus Line 10) .....	86,955,567	22,173,803
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	110,436,759	73,286,515
12.2 Stocks .....	0	
12.3 Mortgage loans .....	0	
12.4 Real estate .....	0	0
12.5 Other invested assets .....	0	
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	(1,932)	
12.7 Miscellaneous proceeds .....	4,848,866	1,092,860
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	115,283,693	74,379,375
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	137,276,855	58,580,962
13.2 Stocks .....	0	
13.3 Mortgage loans .....	0	
13.4 Real estate .....	0	0
13.5 Other invested assets .....	0	
13.6 Miscellaneous applications .....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	137,276,855	58,580,962
14. Net increase (decrease) in contract loans and premium notes .....	0	
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(21,993,162)	15,798,413
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	
16.2 Capital and paid in surplus, less treasury stock .....	0	
16.3 Borrowed funds .....	0	
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	
16.5 Dividends to stockholders .....	19,000,000	22,100,000
16.6 Other cash provided (applied) .....	(24,921,009)	1,224,839
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	(43,921,009)	(20,875,161)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	21,041,396	17,097,055
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	(6,584,704)	(23,681,759)
19.2 End of year (Line 18 plus Line 19.1) .....	14,456,693	(6,584,704)

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001. ....		
---------------	--	--

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	3	4	5	6	7	8	9	10
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Net premium income .....	1,166,212,759	847,762,713	46,644,374	8,199,419	7,202,627	207,119,588	41,544,157		7,739,881	
2. Change in unearned premium reserves and reserve for rate credit .....	(26,670,469)	(21,369,482)	(55,545)	81,077	(4,655)	(5,384,541)	62,677		0	
3. Fee-for-service (net of \$ .....0 medical expenses) .....	0									XXX
4. Risk revenue .....	0									XXX
5. Aggregate write-ins for other health care related revenues .....	0	0	0	0	0	0	0	0	0	XXX
6. Aggregate write-ins for other non-health care related revenues .....	0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
7. Total revenues (Lines 1 to 6) .....	1,139,542,290	826,393,231	46,588,829	8,280,496	7,197,972	201,735,047	41,606,834	0	7,739,881	0
8. Hospital/medical benefits .....	759,789,341	535,609,894	36,936,550	5,690,815	5,108,471	137,085,646	32,583,325		6,774,640	XXX
9. Other professional services .....	9,849,648	0	299	0	0	9,849,349	0		0	XXX
10. Outside referrals .....	0	0	0	0	0	0	0		0	XXX
11. Emergency room and out-of-area .....	25,470,207	25,448,646	21,561	0	0	0	0		0	XXX
12. Prescription drugs .....	195,252,337	151,451,922	(287,167)	0	0	40,261,390	3,826,192		0	XXX
13. Aggregate write-ins for other hospital and medical .....	0	0	0	0	0	0	0	0	0	XXX
14. Incentive pool, withhold adjustments and bonus amounts .....	8,789,422	6,727,139	0	0	0	1,331,057	731,226		0	XXX
15. Subtotal (Lines 8 to 14) .....	999,150,955	719,237,601	36,671,243	5,690,815	5,108,471	188,527,442	37,140,743	0	6,774,640	XXX
16. Net reinsurance recoveries .....	281,683	281,683	0	0	0	0	0		0	XXX
17. Total medical and hospital (Lines 15 minus 16) .....	998,869,272	718,955,918	36,671,243	5,690,815	5,108,471	188,527,442	37,140,743	0	6,774,640	XXX
18. Non-health claims (net) .....	0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
19. Claims adjustment expenses including \$ .....18,745,028 cost containment expenses .....	31,989,954	23,725,407	2,442,686	565,625	375,586	4,178,250	2,092,751		(1,390,351)	
20. General administrative expenses .....	61,119,570	45,329,438	4,666,963	1,080,675	717,590	7,982,907	3,998,382		(2,656,385)	
21. Increase in reserves for accident and health contracts .....	0	0	0	0	0	0	0		0	XXX
22. Increase in reserves for life contracts .....	0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
23. Total underwriting deductions (Lines 17 to 22) .....	1,091,978,796	788,010,763	43,780,892	7,337,115	6,201,647	200,688,599	43,231,876	0	2,727,904	0
24. Total underwriting gain or (loss) (Line 7 minus Line 23) .....	47,563,494	38,382,468	2,807,937	943,381	996,325	1,046,448	(1,625,042)	0	5,011,977	0
DETAILS OF WRITE-INS .....										XXX
0501. ....										XXX
0502. ....										XXX
0503. ....										XXX
0598. Summary of remaining write-ins for Line 5 from overflow page .....	0	0	0	0	0	0	0	0	0	XXX
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above) .....	0	0	0	0	0	0	0	0	0	XXX
0601. ....		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
0602. ....		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
0603. ....		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
0698. Summary of remaining write-ins for Line 6 from overflow page .....	0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above) .....	0	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
1301. ....										XXX
1302. ....										XXX
1303. ....										XXX
1398. Summary of remaining write-ins for Line 13 from overflow page .....	0	0	0	0	0	0	0	0	0	XXX
1399. Totals (Lines 1301 thru 1303 plus 1398) (Line 13 above) .....	0	0	0	0	0	0	0	0	0	XXX

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS

		1	2	3	4
Line of Business		Direct Business	Reinsurance Assumed	Reinsurance Ceded	Net Premium Income (Cols. 1 + 2 - 3)
1.	Comprehensive (hospital and medical) .....	847,820,555		57,842	847,762,713
2.	Medicare Supplement .....	46,644,374			46,644,374
3.	Dental only .....	8,199,419			8,199,419
4.	Vision only .....	7,202,627			7,202,627
5.	Federal Employees Health Benefits Plan .....	207,119,588			207,119,588
6.	Title XVIII - Medicare .....	41,544,157			41,544,157
7.	Title XIX - Medicaid .....	0			0
8.	Other health .....	7,739,881			7,739,881
9.	Health subtotal (Lines 1 through 8) .....	1,166,270,601	0	57,842	1,166,212,759
10.	Life .....	0			0
11.	Property/casualty .....	0			0
12.	Totals (Lines 9 to 11)	1,166,270,601	0	57,842	1,166,212,759



UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - CLAIMS INCURRED DURING THE YEAR

	1	2	3	4	5	6	7	8	9	10
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Payments during the year:										
1.1 Direct	959,254,004	673,906,095	48,312,873	5,653,846	5,126,073	186,915,621	32,960,618		6,378,878	
1.2 Reinsurance assumed	0									
1.3 Reinsurance ceded	3,647,714	3,647,714								
1.4 Net	955,606,290	670,258,381	48,312,873	5,653,846	5,126,073	186,915,621	32,960,618	0	6,378,878	0
2. Paid medical incentive pools and bonuses	6,759,532	5,044,959				1,059,887	654,686			
3. Claim liability December 31, current year from Part 2A:										
3.1 Direct	142,546,150	107,338,132	7,633,238	429,201	307,876	19,002,784	6,960,621	0	874,298	0
3.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0
3.4 Net	142,546,150	107,338,132	7,633,238	429,201	307,876	19,002,784	6,960,621	0	874,298	0
4. Claim reserve December 31, current year from Part 2D:										
4.1 Direct	71,391	53,732	0			17,659				
4.2 Reinsurance assumed	0									
4.3 Reinsurance ceded	0									
4.4 Net	71,391	53,732	0	0	0	17,659	0	0	0	0
5. Accrued medical incentive pools and bonuses, current year	3,916,151	3,186,619				588,411	141,121			
6. Net healthcare receivables (a)	0									
7. Amounts recoverable from reinsurers December 31, current year	582,818	582,818								
8. Claim liability December 31, prior year from Part 2A:										
8.1 Direct	111,436,119	68,731,304	19,274,868	392,232	325,478	18,721,979	3,511,722	0	478,536	0
8.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
8.3 Reinsurance ceded	387,560	387,560	0	0	0	0	0	0	0	0
8.4 Net	111,048,559	68,343,744	19,274,868	392,232	325,478	18,721,979	3,511,722	0	478,536	0
9. Claim reserve December 31, prior year from Part 2D:										
9.1 Direct	73,893	56,193	0			17,700				
9.2 Reinsurance assumed	0									
9.3 Reinsurance ceded	0									
9.4 Net	73,893	56,193	0	0	0	17,700	0	0	0	0
10. Accrued medical incentive pools and bonuses, prior year	1,886,261	1,504,439				317,241	64,581			
11. Amounts recoverable from reinsurers December 31, prior year	3,561,289	3,561,289								
12. Incurred Benefits:										
12.1 Direct	990,361,533	712,510,462	36,671,243	5,690,815	5,108,471	187,196,385	36,409,517	0	6,774,640	0
12.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
12.3 Reinsurance ceded	281,683	281,683	0	0	0	0	0	0	0	0
12.4 Net	990,079,850	712,228,779	36,671,243	5,690,815	5,108,471	187,196,385	36,409,517	0	6,774,640	0
13. Incurred medical incentive pools and bonuses	8,789,422	6,727,139	0	0	0	1,331,057	731,226	0	0	0

(a) Excludes \$ 72,400,071 loans or advances to providers not yet expensed.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - CLAIMS LIABILITY END OF CURRENT YEAR

	1	2	3	4	5	6	7	8	9	10
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Reported in Process of Adjustment:										
1.1 Direct .....	81,871,213	65,208,090	4,454,197	126,257	218,386	7,004,945	4,859,338		0	
1.2 Reinsurance assumed .....	0									
1.3 Reinsurance ceded .....	0									
1.4 Net .....	81,871,213	65,208,090	4,454,197	126,257	218,386	7,004,945	4,859,338	0	0	0
2. Incurred but Unreported:										
2.1 Direct .....	60,674,937	42,130,042	3,179,041	302,944	89,490	11,997,839	2,101,283		874,298	
2.2 Reinsurance assumed .....	0									
2.3 Reinsurance ceded .....	0									
2.4 Net .....	60,674,937	42,130,042	3,179,041	302,944	89,490	11,997,839	2,101,283	0	874,298	0
3. Amounts Withheld from Paid Claims and Capitations:										
3.1 Direct .....	0									
3.2 Reinsurance assumed .....	0									
3.3 Reinsurance ceded .....	0									
3.4 Net .....	0	0	0	0	0	0	0	0	0	0
4. TOTALS:										
4.1 Direct .....	142,546,150	107,338,132	7,633,238	429,201	307,876	19,002,784	6,960,621	0	874,298	0
4.2 Reinsurance assumed .....	0	0	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded .....	0	0	0	0	0	0	0	0	0	0
4.4 Net .....	142,546,150	107,338,132	7,633,238	429,201	307,876	19,002,784	6,960,621	0	874,298	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2B - ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid During the Year		Claim Reserve and Claim Liability December 31 of Current Year		5	6
	1	2	3	4		
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid December 31 of Prior Year	On Claims Incurred During the Year	Claims Incurred In Prior Years (Columns 1 + 3)	Estimated Claim Reserve and Claim Liability December 31 of Prior Year
1. Comprehensive (hospital and medical) .....	64,407,904	616,768,487	1,084,925	106,306,939	65,492,829	68,399,937
2. Medicare Supplement .....	18,500,266	30,359,355	59,113	7,574,125	18,559,379	19,274,868
3. Dental Only .....	226,057	5,429,720	6,906	422,295	232,963	392,232
4. Vision Only .....	303,872	4,822,201	162	307,714	304,034	325,478
5. Federal Employees Health Benefits Plan .....	18,774,859	168,157,564	21,385	18,999,058	18,796,244	18,739,679
6. Title XVIII - Medicare .....	2,859,595	30,951,811	74,845	6,885,776	2,934,440	3,511,722
7. Title XIX - Medicaid .....	0	0	0	0	0	0
8. Other health .....	633,090	5,745,788	8,077	866,221	641,167	478,536
9. Health subtotal (Lines 1 to 8) .....	105,705,643	862,234,926	1,255,413	141,362,128	106,961,056	111,122,452
10. Healthcare receivables (a) .....	2,168,158	7,187,650	0	0	2,168,158	0
11. Other non-health .....	0	0	0	0	0	0
12. Medical incentive pools and bonus amounts .....	1,261,954	5,497,578	571,787	3,344,364	1,833,741	1,886,261
13. Totals (Lines 9 - 10 + 11 + 12)	104,799,439	860,544,854	1,827,200	144,706,492	106,626,639	113,008,713

(a) Excludes \$ 72,400,071 loans or advances to providers not yet expensed.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Comprehensive (Hospital & Medical)

Year in Which Losses Were Incurred		Cumulative Net Amounts Paid				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	62,670	62,971	62,707	62,624	62,624
2.	2013 .....	600,722	655,654	656,111	655,877	655,793
3.	2014 .....	XXX	601,792	660,398	660,419	660,049
4.	2015 .....	XXX	XXX	596,343	660,711	660,920
5.	2016 .....	XXX	XXX	XXX	621,226	685,164
6.	2017 .....	XXX	XXX	XXX	XXX	614,589

Section B - Incurred Health Claims - Comprehensive (Hospital & Medical)

Year in Which Losses Were Incurred		Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	62,434	(237,029)	62,707	62,624	62,624
2.	2013 .....	657,860	660,044	656,111	655,877	655,793
3.	2014 .....	XXX	663,877	662,667	660,421	660,049
4.	2015 .....	XXX	XXX	666,250	661,244	660,924
5.	2016 .....	XXX	XXX	XXX	690,594	686,730
6.	2017 .....	XXX	XXX	XXX	XXX	723,597

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Comprehensive (Hospital & Medical)

Years in which Premiums were Earned and Claims were Incurred		1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1.	2013 .....	772,427	655,793	23,098	3.5	678,891	87.9	0	0	678,891	87.9
2.	2014 .....	771,307	660,049	21,413	3.2	681,462	88.4	0	0	681,462	88.4
3.	2015 .....	772,463	660,920	19,996	3.0	680,916	88.1	4	0	680,920	88.1
4.	2016 .....	780,525	685,164	21,005	3.1	706,169	90.5	1,566	17	707,752	90.7
5.	2017 .....	826,393	614,589	21,537	3.5	636,126	77.0	109,009	1,701	746,836	90.4

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Medicare Supplement

Year in Which Losses Were Incurred		Cumulative Net Amounts Paid				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	5,656	5,653	5,611	5,605	5,605
2.	2013 .....	25,954	35,733	35,765	35,750	35,748
3.	2014 .....	XXX	30,233	35,489	35,488	35,488
4.	2015 .....	XXX	XXX	28,567	36,580	36,665
5.	2016 .....	XXX	XXX	XXX	18,286	36,445
6.	2017 .....	XXX	XXX	XXX	XXX	30,070

Section B - Incurred Health Claims - Medicare Supplement

Year in Which Losses Were Incurred		Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	5,530	5,653	5,611	5,605	5,605
2.	2013 .....	35,637	35,770	35,765	35,750	35,748
3.	2014 .....	XXX	35,782	35,505	35,488	35,488
4.	2015 .....	XXX	XXX	37,084	36,700	36,665
5.	2016 .....	XXX	XXX	XXX	37,441	36,504
6.	2017 .....	XXX	XXX	XXX	XXX	37,645

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Medicare Supplement

Years in which Premiums were Earned and Claims were Incurred	1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1. 2013 .....	43,954	35,748	2,294	6.4	38,042	86.5	0	0	38,042	86.5
2. 2014 .....	43,174	35,488	1,950	5.5	37,438	86.7	0	0	37,438	86.7
3. 2015 .....	43,516	36,665	1,713	4.7	38,378	88.2	0	0	38,378	88.2
4. 2016 .....	44,889	36,445	2,179	6.0	38,624	86.0	58	1	38,683	86.2
5. 2017 .....	46,589	30,070	1,575	5.2	31,645	67.9	7,575	122	39,342	84.4

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Dental Only

Year in Which Losses Were Incurred						Cumulative Net Amounts Paid				
						1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior	.....	.....	.....	.....	148	150	150	150	150
2.	2013	.....	.....	.....	.....	2,568	2,760	2,761	2,761	2,761
3.	2014	.....	.....	.....	.....	XXX	3,041	3,242	3,244	3,246
4.	2015	.....	.....	.....	.....	XXX	XXX	4,087	4,291	4,296
5.	2016	.....	.....	.....	.....	XXX	XXX	XXX	4,793	5,010
6.	2017	.....	.....	.....	.....	XXX	XXX	XXX	XXX	5,430

Section B - Incurred Health Claims - Dental Only

Year in Which Losses Were Incurred						Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
						1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior	.....	.....	.....	.....	149	150	150	150	150
2.	2013	.....	.....	.....	.....	2,797	2,763	2,761	2,761	2,761
3.	2014	.....	.....	.....	.....	XXX	3,341	3,246	3,244	3,246
4.	2015	.....	.....	.....	.....	XXX	XXX	4,406	4,295	4,297
5.	2016	.....	.....	.....	.....	XXX	XXX	XXX	5,181	5,016
6.	2017	.....	.....	.....	.....	XXX	XXX	XXX	XXX	5,852

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Dental Only

Years in which Premiums were Earned and Claims were Incurred		1	2	3	4	5	6	7	8	9	10
		Premiums Earned	Claims Payment	Claim Adjustment Expense Payments	(Col. 3/2) Percent	Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	(Col. 5/1) Percent	Claims Unpaid	Unpaid Claims Adjustment Expenses	Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	(Col. 9/1) Percent
1.	2013	.....	.....	.....	.....	2,943	88.2	0	0	2,943	88.2
2.	2014	.....	.....	.....	.....	3,417	68.6	0	0	3,417	68.6
3.	2015	.....	.....	.....	.....	4,548	71.2	1	0	4,549	71.3
4.	2016	.....	.....	.....	.....	5,407	71.9	6	0	5,413	72.0
5.	2017	.....	.....	.....	.....	5,972	72.1	422	12	6,406	77.4

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Vision Only

Year in Which Losses Were Incurred		Cumulative Net Amounts Paid				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	102	101	101	101	101
2.	2013 .....	2,047	2,186	2,186	2,186	2,186
3.	2014 .....	XXX	2,662	2,803	2,803	2,803
4.	2015 .....	XXX	XXX	2,844	3,049	3,049
5.	2016 .....	XXX	XXX	XXX	4,200	4,504
6.	2017 .....	XXX	XXX	XXX	XXX	4,822

Section B - Incurred Health Claims - Vision Only

Year in Which Losses Were Incurred		Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	102	101	101	101	101
2.	2013 .....	2,112	2,186	2,186	2,186	2,186
3.	2014 .....	XXX	2,785	2,803	2,803	2,803
4.	2015 .....	XXX	XXX	3,074	3,049	3,049
5.	2016 .....	XXX	XXX	XXX	4,526	4,504
6.	2017 .....	XXX	XXX	XXX	XXX	5,130

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Vision Only

Years in which Premiums were Earned and Claims were Incurred	1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1. 2013 .....	3,055	2,186	242	11.1	2,428	79.5	0	0	2,428	79.5
2. 2014 .....	3,813	2,803	1,280	45.7	4,083	107.1	0	0	4,083	107.1
3. 2015 .....	3,779	3,049	182	6.0	3,231	85.5	0	0	3,231	85.5
4. 2016 .....	5,401	4,504	252	5.6	4,756	88.1	0	0	4,756	88.1
5. 2017 .....	7,198	4,822	354	7.3	5,176	71.9	308	9	5,493	76.3

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Federal Employees Health Benefits Plan Premium

Year in Which Losses Were Incurred		Cumulative Net Amounts Paid				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	15,405	15,488	15,457	15,386	15,386
2.	2013 .....	143,955	160,714	160,536	160,483	160,435
3.	2014 .....	XXX	150,034	166,609	166,925	166,815
4.	2015 .....	XXX	XXX	154,326	170,050	169,952
5.	2016 .....	XXX	XXX	XXX	157,132	176,392
6.	2017 .....	XXX	XXX	XXX	XXX	168,972

Section B - Incurred Health Claims - Federal Employees Health Benefits Plan Premium

Year in Which Losses Were Incurred		Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	15,497	15,488	15,457	15,386	15,386
2.	2013 .....	160,742	160,761	160,536	160,483	160,435
3.	2014 .....	XXX	169,100	166,639	166,925	166,815
4.	2015 .....	XXX	XXX	172,165	170,173	169,952
5.	2016 .....	XXX	XXX	XXX	176,064	176,500
6.	2017 .....	XXX	XXX	XXX	XXX	188,472

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Federal Employees Health Benefits Plan Premium

Years in which Premiums were Earned and Claims were Incurred	1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1. 2013 .....	172,172	160,435	1,965	1.2	162,400	94.3	0	0	162,400	94.3
2. 2014 .....	184,897	166,815	2,924	1.8	169,739	91.8	0	0	169,739	91.8
3. 2015 .....	187,926	169,952	3,153	1.9	173,105	92.1	0	0	173,105	92.1
4. 2016 .....	192,754	176,392	4,335	2.5	180,727	93.8	108	1	180,836	93.8
5. 2017 .....	201,735	168,972	3,768	2.2	172,740	85.6	19,500	598	192,838	95.6



UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Title XVIII

Year in Which Losses Were Incurred						Cumulative Net Amounts Paid				
						1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior					0	0	0	0	0
2.	2013					22,815	25,626	24,339	24,317	24,307
3.	2014					XXX	3,618	4,881	4,892	4,892
4.	2015					XXX	XXX	11,368	13,757	13,804
5.	2016					XXX	XXX	XXX	19,737	22,399
6.	2017					XXX	XXX	XXX	XXX	30,916

Section B - Incurred Health Claims - Title XVIII

Year in Which Losses Were Incurred						Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
						1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior					0	0	0	0	0
2.	2013					26,101	25,765	24,339	24,317	24,307
3.	2014					XXX	4,118	4,923	4,892	4,892
4.	2015					XXX	XXX	14,181	13,662	13,798
5.	2016					XXX	XXX	XXX	23,408	22,479
6.	2017					XXX	XXX	XXX	XXX	37,943

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Title XVIII

Years in which Premiums were Earned and Claims were Incurred		1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1.	2013	32,653	24,307	(2)	0.0	24,305	74.4	0	0	24,305	74.4
2.	2014	5,150	4,892	1,051	21.5	5,943	115.4	0	0	5,943	115.4
3.	2015	14,596	13,804	262	1.9	14,066	96.4	(5)	0	14,061	96.3
4.	2016	25,548	22,399	1,298	5.8	23,697	92.8	80	2	23,779	93.1
5.	2017	41,607	30,916	1,891	6.1	32,807	78.8	7,027	138	39,972	96.1

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Title XIX

Year in Which Losses Were Incurred		Cumulative Net Amounts Paid				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	NONE				
2.	2013 .....					
3.	2014 .....					
4.	2015 .....					
5.	2016 .....					
6.	2017 .....					

Section B - Incurred Health Claims - Title XIX

Year in Which Losses Were Incurred		Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	NONE				
2.	2013 .....					
3.	2014 .....					
4.	2015 .....					
5.	2016 .....					
6.	2017 .....					

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Title XIX

Years in which Premiums were Earned and Claims were Incurred	1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments (Col. 3/2)	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 4/3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1. 2013 .....			NONE							
2. 2014 .....										
3. 2015 .....										
4. 2016 .....										
5. 2017 .....										

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Other

Year in Which Losses Were Incurred		Cumulative Net Amounts Paid				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	140	140	140	140	140
2.	2013 .....	927	1,249	1,249	1,249	1,249
3.	2014 .....	XXX	3,564	4,213	4,213	4,213
4.	2015 .....	XXX	XXX	5,194	5,870	5,870
5.	2016 .....	XXX	XXX	XXX	4,021	4,654
6.	2017 .....	XXX	XXX	XXX	XXX	5,746

Section B - Incurred Health Claims - Other

Year in Which Losses Were Incurred		Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	140	140	140	140	140
2.	2013 .....	1,275	1,249	1,249	1,249	1,249
3.	2014 .....	XXX	3,808	4,214	4,213	4,213
4.	2015 .....	XXX	XXX	5,997	5,872	5,870
5.	2016 .....	XXX	XXX	XXX	4,498	4,662
6.	2017 .....	XXX	XXX	XXX	XXX	6,612

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Other

Years in which Premiums were Earned and Claims were Incurred	1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1. 2013 .....	3,202	1,249	6	0.5	1,255	39.2	0	0	1,255	39.2
2. 2014 .....	4,104	4,213	16	0.4	4,229	103.0	0	0	4,229	103.0
3. 2015 .....	5,803	5,870	19	0.3	5,889	101.5	0	0	5,889	101.5
4. 2016 .....	6,244	4,654	31	0.7	4,685	75.0	8	0	4,693	75.2
5. 2017 .....	7,740	5,746	30	0.5	5,776	74.6	866	27	6,669	86.2

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED HEALTH CLAIMS  
(\$000 Omitted)

Section A - Paid Health Claims - Grand Total

Year in Which Losses Were Incurred		Cumulative Net Amounts Paid				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	84,121	84,503	84,166	84,006	84,006
2.	2013 .....	798,988	883,922	882,947	882,623	882,479
3.	2014 .....	XXX	794,944	877,635	877,984	877,506
4.	2015 .....	XXX	XXX	802,729	894,308	894,556
5.	2016 .....	XXX	XXX	XXX	829,395	934,568
6.	2017 .....	XXX	XXX	XXX	XXX	860,545

Section B - Incurred Health Claims - Grand Total

Year in Which Losses Were Incurred		Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
		1 2013	2 2014	3 2015	4 2016	5 2017
1.	Prior .....	83,852	(215,497)	84,166	84,006	84,006
2.	2013 .....	886,524	888,538	882,947	882,623	882,479
3.	2014 .....	XXX	882,811	879,997	877,986	877,506
4.	2015 .....	XXX	XXX	903,157	894,995	894,555
5.	2016 .....	XXX	XXX	XXX	941,712	936,395
6.	2017 .....	XXX	XXX	XXX	XXX	1,005,251

Section C - Incurred Year Health Claims and Claims Adjustment Expense Ratio - Grand Total

Years in which Premiums were Earned and Claims were Incurred	1  Premiums Earned	2  Claims Payment	3  Claim Adjustment Expense Payments	4  (Col. 3/2) Percent	5  Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6  (Col. 5/1) Percent	7  Claims Unpaid	8  Unpaid Claims Adjustment Expenses	9  Total Claims and Claims Adjustment Expense Incurred (Col. 5+7+8)	10  (Col. 9/1) Percent
1. 2013 .....	1,030,801	882,479	27,785	3.1	910,264	88.3	0	0	910,264	88.3
2. 2014 .....	1,017,424	877,506	28,805	3.3	906,311	89.1	0	0	906,311	89.1
3. 2015 .....	1,034,467	894,556	25,577	2.9	920,133	88.9	0	0	920,133	88.9
4. 2016 .....	1,062,878	934,568	29,497	3.2	964,065	90.7	1,826	21	965,912	90.9
5. 2017 .....	1,139,542	860,545	29,697	3.5	890,242	78.1	144,707	2,607	1,037,556	91.1

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2D - AGGREGATE RESERVE FOR ACCIDENT AND HEALTH CONTRACTS ONLY

	1	2	3	4	5	6	7	8	9
	Total	Comprehensive (Hospital & Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other
1. Unearned premium reserves .....	7,224	710	4,383	1,902	229	0	0		0
2. Additional policy reserves (a) .....	0								
3. Reserve for future contingent benefits .....	0								
4. Reserve for rate credits or experience rating refunds (including \$ ..... ) for investment income .....	106,122,770	40,629,460	59,181	0	4,427	65,322,456	107,246		0
5. Aggregate write-ins for other policy reserves .....	9,098,155	9,070,115	0	0	0	0	28,040	0	0
6. Totals (gross) .....	115,228,149	49,700,285	63,564	1,902	4,656	65,322,456	135,286	0	0
7. Reinsurance ceded .....	0								
8. Totals (Net)(Page 3, Line 4) .....	115,228,149	49,700,285	63,564	1,902	4,656	65,322,456	135,286	0	0
9. Present value of amounts not yet due on claims .....	0								
10. Reserve for future contingent benefits .....	71,391	53,732	0			17,659			
11. Aggregate write-ins for other claim reserves .....	0	0	0	0	0	0	0	0	0
12. Totals (gross) .....	71,391	53,732	0	0	0	17,659	0	0	0
13. Reinsurance ceded .....	0								
14. Totals (Net)(Page 3, Line 7)	71,391	53,732	0	0	0	17,659	0	0	0
DETAILS OF WRITE-INS									
0501. Risk Adjustment Redetermination .....	9,098,155	9,070,115					28,040		
0502. ....									
0503. ....									
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0	0	0	0	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	9,098,155	9,070,115	0	0	0	0	28,040	0	0
1101. ....									
1102. ....									
1103. ....									
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0	0	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above)	0	0	0	0	0	0	0	0	0

(a) Includes \$ .....0 premium deficiency reserve.

UNDERWRITING AND INVESTMENT EXHIBIT

	Claim Adjustment Expenses		3	4	5
	1	2			
	Cost Containment Expenses	Other Claim Adjustment Expenses	General Administrative Expenses	Investment Expenses	Total
1. Rent (\$ ..... for occupancy of own building) .....	537,695	557,866	450,710	894	1,547,165
2. Salary, wages and other benefits .....	14,261,860	10,088,452	24,863,404	49,293	49,263,009
3. Commissions (less \$ ..... ceded plus \$ ..... assumed) .....	0	0	10,425,444	0	10,425,444
4. Legal fees and expenses .....	2,885	106	2,137,599	4,238	2,144,828
5. Certifications and accreditation fees .....				0	0
6. Auditing, actuarial and other consulting services ....	4,431,276	534,151	8,293,340	16,442	13,275,209
7. Traveling expenses .....	129,042	22,313	523,875	1,039	676,269
8. Marketing and advertising .....	102,544	3,345	2,543,557	5,043	2,654,489
9. Postage, express and telephone .....	343,071	466,290	1,672,461	3,316	2,485,138
10. Printing and office supplies .....	52,280	8,505	96,979	192	157,956
11. Occupancy, depreciation and amortization .....	0	0	0	0	0
12. Equipment .....	26,172	3,787	260,588	517	291,064
13. Cost or depreciation of EDP equipment and software .....	1,695,286	130,357	1,389,937	2,756	3,218,336
14. Outsourced services including EDP, claims, and other services .....	3,173,052	4,365,760	3,208,941	6,362	10,754,115
15. Boards, bureaus and association fees .....	4,547	73	362,579	719	367,918
16. Insurance, except on real estate .....	0	0	272,669	541	273,210
17. Collection and bank service charges .....	0	16	483,148	958	484,122
18. Group service and administration fees .....	3,064,541	1,181,973	2,378,469	4,715	6,629,698
19. Reimbursements by uninsured plans .....	(9,922,476)	(5,865,470)	(16,144,662)	0	(31,932,608)
20. Reimbursements from fiscal intermediaries .....	0	0	0	0	0
21. Real estate expenses .....	14,686	1,853	711,733	1,411	729,683
22. Real estate taxes .....	0	0	89,330	0	89,330
23. Taxes, licenses and fees:					
23.1 State and local insurance taxes .....	626	(1)	898,709	0	899,334
23.2 State premium taxes .....	0	0	7,735,454	0	7,735,454
23.3 Regulatory authority licenses and fees .....	4,430	668	100,184	0	105,282
23.4 Payroll taxes .....	819,403	616,385	1,489,982	0	2,925,770
23.5 Other (excluding federal income and real estate taxes) .....	0	0	5,735,592	0	5,735,592
24. Investment expenses not included elsewhere .....	0	0	0	177,478	177,478
25. Aggregate write-ins for expenses .....	4,108	1,128,497	1,139,548	2,259	2,274,412
26. Total expenses incurred (Lines 1 to 25) .....	18,745,028	13,244,926	61,119,570	278,173	(a) 93,387,697
27. Less expenses unpaid December 31, current year ..		2,627,729	3,957,937		6,585,666
28. Add expenses unpaid December 31, prior year .....	0	2,751,333	5,473,551	0	8,224,884
29. Amounts receivable relating to uninsured plans, prior year .....	0	0	29,074,282	0	29,074,282
30. Amounts receivable relating to uninsured plans, current year .....			34,475,091		34,475,091
31. Total expenses paid (Lines 26 minus 27 plus 28 minus 29 plus 30) .....	18,745,028	13,368,530	68,035,993	278,173	100,427,724
DETAILS OF WRITE-INS					
2501. Miscellaneous Expense .....	4,108	1,128,497	1,139,548	2,259	2,274,412
2502. ....					
2503. ....					
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	4,108	1,128,497	1,139,548	2,259	2,274,412

(a) Includes management fees of \$ .....87,089,690 to affiliates and \$ ..... to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. government bonds .....	(a) .....105,542	.....243,779
1.1	Bonds exempt from U.S. tax .....	(a) .....	.....
1.2	Other bonds (unaffiliated) .....	(a) .....6,204,068	.....6,064,941
1.3	Bonds of affiliates .....	(a) .....	.....
2.1	Preferred stocks (unaffiliated) .....	(b) .....	.....
2.11	Preferred stocks of affiliates .....	(b) .....	.....
2.2	Common stocks (unaffiliated) .....	.....	.....
2.21	Common stocks of affiliates .....	.....	.....
3.	Mortgage loans .....	(c) .....	.....
4.	Real estate .....	(d) .....	.....
5	Contract Loans .....	.....	.....
6	Cash, cash equivalents and short-term investments .....	(e) .....252,142	.....252,142
7	Derivative instruments .....	(f) .....	.....
8.	Other invested assets .....	.....	.....
9.	Aggregate write-ins for investment income .....	.....58,353	.....57,147
10.	Total gross investment income .....	6,620,105	6,618,009
11.	Investment expenses .....	.....	(g) .....278,173
12.	Investment taxes, licenses and fees, excluding federal income taxes .....	.....	(g) .....0
13.	Interest expense .....	.....	(h) .....
14.	Depreciation on real estate and other invested assets .....	.....	(i) .....
15.	Aggregate write-ins for deductions from investment income .....	.....	.....0
16.	Total deductions (Lines 11 through 15) .....	.....	.....278,173
17.	Net investment income (Line 10 minus Line 16) .....	.....	6,339,836
DETAILS OF WRITE-INS			
0901.	Miscellaneous Income .....	4,947	4,947
0902.	Securities Lending .....	53,406	52,200
0903.	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	0	0
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	58,353	57,147
1501.	.....	.....	.....
1502.	.....	.....	.....
1503.	.....	.....	.....
1598.	Summary of remaining write-ins for Line 15 from overflow page .....	.....	.....0
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....	.....	0

- (a) Includes \$ .....467,095 accrual of discount less \$ .....881,577 amortization of premium and less \$ .....197,372 paid for accrued interest on purchases.
- (b) Includes \$ ..... accrual of discount less \$ ..... amortization of premium and less \$ ..... paid for accrued dividends on purchases.
- (c) Includes \$ ..... accrual of discount less \$ ..... amortization of premium and less \$ ..... paid for accrued interest on purchases.
- (d) Includes \$ ..... for company's occupancy of its own buildings; and excludes \$ ..... interest on encumbrances.
- (e) Includes \$ ..... accrual of discount less \$ ..... amortization of premium and less \$ ..... paid for accrued interest on purchases.
- (f) Includes \$ ..... accrual of discount less \$ ..... amortization of premium.
- (g) Includes \$. ..... investment expenses and \$ ..... investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ ..... interest on surplus notes and \$ ..... interest on capital notes.
- (i) Includes \$ ..... depreciation on real estate and \$ ..... depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds .....	(129,068)	0	(129,068)	0	0
1.1	Bonds exempt from U.S. tax .....	.....	.....	0	.....	.....
1.2	Other bonds (unaffiliated) .....	1,566,674	0	1,566,674	(264,608)	0
1.3	Bonds of affiliates .....	0	0	0	0	0
2.1	Preferred stocks (unaffiliated) .....	0	0	0	0	0
2.11	Preferred stocks of affiliates .....	0	0	0	0	0
2.2	Common stocks (unaffiliated) .....	0	0	0	0	0
2.21	Common stocks of affiliates .....	0	0	0	0	0
3.	Mortgage loans .....	.....	0	0	0	0
4.	Real estate .....	.....	0	0	.....	0
5.	Contract loans .....	.....	.....	0	.....	.....
6.	Cash, cash equivalents and short-term investments .....	(1,932)	.....	(1,932)	.....	.....
7.	Derivative instruments .....	.....	.....	0	.....	.....
8.	Other invested assets .....	.....	0	0	(506)	0
9.	Aggregate write-ins for capital gains (losses) .....	1,288,835	0	1,288,835	0	0
10.	Total capital gains (losses) .....	2,724,509	0	2,724,509	(265,114)	0
DETAILS OF WRITE-INS						
0901.	Deferred gain on sale-leaseback transaction .....	1,288,835	.....	1,288,835	.....	.....
0902.	.....	.....	.....	.....	.....	.....
0903.	.....	.....	.....	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	0	0	0	0	0
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	1,288,835	0	1,288,835	0	0

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D) .....			0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....			0
2.2 Common stocks .....			0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....	0	0	0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale .....			0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) .....			0
6. Contract loans .....			0
7. Derivatives (Schedule DB) .....			0
8. Other invested assets (Schedule BA) .....			0
9. Receivables for securities .....		0	0
10. Securities lending reinvested collateral assets (Schedule DL) .....			0
11. Aggregate write-ins for invested assets .....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	0	0	0
13. Title plants (for Title insurers only) .....			0
14. Investment income due and accrued .....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	2,851,318	1,934,475	(916,843)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....	0	0	0
15.3 Accrued retrospective premiums and contracts subject to redetermination .....	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....	0	0	0
16.2 Funds held by or deposited with reinsured companies .....			0
16.3 Other amounts receivable under reinsurance contracts .....			0
17. Amounts receivable relating to uninsured plans .....	1,987,932	5,519,358	3,531,426
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0
18.2 Net deferred tax asset .....	2,201,993	3,911,337	1,709,345
19. Guaranty funds receivable or on deposit .....	0		0
20. Electronic data processing equipment and software .....			0
21. Furniture and equipment, including health care delivery assets .....	2,708,136	1,960,268	(747,868)
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0
23. Receivable from parent, subsidiaries and affiliates .....	0	0	0
24. Health care and other amounts receivable .....	7,058,490	10,327,830	3,269,340
25. Aggregate write-ins for other than invested assets .....	1,266,195	731,558	(534,637)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	18,074,063	24,384,826	6,310,763
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0
28. Total (Lines 26 and 27) .....	18,074,063	24,384,826	6,310,763
DETAILS OF WRITE-INS			
1101. ....			
1102. ....			
1103. ....			
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0
2501. Prepaid Expenses .....	643,069	726,356	83,287
2502. State Tax Recoverable .....	445,091	0	(445,091)
2503. Miscellaneous Receivables .....	178,035	5,202	(172,833)
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	1,266,195	731,558	(534,637)



EXHIBIT 1 - ENROLLMENT BY PRODUCT TYPE FOR HEALTH BUSINESS ONLY

Source of Enrollment	Total Members at End of					6 Current Year Member Months
	1 Prior Year	2 First Quarter	3 Second Quarter	4 Third Quarter	5 Current Year	
1. Health Maintenance Organizations .....	17,829	25,582	24,697	23,611	22,336	289,226
2. Provider Service Organizations .....						
3. Preferred Provider Organizations .....	39,277	37,834	37,218	36,378	34,566	441,251
4. Point of Service .....	52,264	57,306	56,622	56,442	55,760	679,578
5. Indemnity Only .....	12,398	9,453	9,485	9,696	9,732	114,729
6. Aggregate write-ins for other lines of business.....	257,842	262,374	261,588	263,530	259,617	3,146,146
7. Total	379,610	392,549	389,610	389,657	382,011	4,670,930
DETAILS OF WRITE-INS						
0601. Medicare Supplement .....	20,412	20,298	19,906	19,939	19,811	240,436
0602. Federal Employees Program (FEP) .....	36,251	36,286	36,327	36,266	36,168	435,291
0603. Dental .....	19,333	21,716	21,264	22,141	22,703	261,477
0698. Summary of remaining write-ins for Line 6 from overflow page .....	181,846	184,074	184,091	185,184	180,935	2,208,942
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above)	257,842	262,374	261,588	263,530	259,617	3,146,146

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The accompanying financial statements of Anthem Health Plans of Maine, Inc. (the “Company”) have been prepared in conformity with the National Association of Insurance Commissioners’ (“NAIC”) *Annual Statement Instructions* and in accordance with accounting practices prescribed by the NAIC *Accounting Practices and Procedures Manual* (“NAIC SAP”), subject to any deviations prescribed or permitted by the Maine Bureau of Insurance (“Bureau”).

A reconciliation of the Company’s net income (loss) and capital and surplus between NAIC SAP and practices prescribed and permitted by the Bureau is shown below:

	SSAP #	F/S Page	F/S Line #	2017	2016
<u>Net Income</u>					
(1) Anthem Health Plans of Maine state basis (Page 4, Line 32, Columns 2 & 3)	XXX	XXX	XXX	\$ 37,741,037	\$ 19,094,673
(2) State Prescribed Practices that is an increase/(decrease) from NAIC SAP:				—	—
(3) State Permitted Practices that is an increase/(decrease) from NAIC SAP:				—	—
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	\$ 37,741,037	\$ 19,094,673
<u>Surplus</u>					
(5) Anthem Health Plans of Maine state basis (Page 3, Line 33, Columns 3 & 4)	XXX	XXX	XXX	\$165,385,260	\$150,447,929
(6) State Prescribed Practices that is an increase/(decrease) from NAIC SAP:				—	—
(7) State Permitted Practices that is an increase/(decrease) from NAIC SAP:				—	—
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	\$165,385,260	\$150,447,929

B. Use of Estimates in the Preparation of the Financial Statements

Preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

C. Accounting Policies

Health premiums are earned over the term of the related insurance policies and reinsurance contracts. Premiums written are reported net of excess loss reinsurance ceded and experience rating refunds. Unearned premium reserves are established to cover the unexpired portion of premiums written, and are computed by pro rata methods for direct business and based on reports received from ceding companies for reinsurance. Premiums paid by subscribers prior to the effective date are recorded on the balance sheet as premiums received in advance and are subsequently credited to income as earned during the coverage period. Premium rates for certain lines of business are subject to approval by the Bureau. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. All other costs, including underwriting expenses, are charged to operations as incurred.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

In addition, the Company uses the following accounting policies:

- (1) Short-term investments include investments with maturities of less than one year at the date of acquisition and are reported at amortized cost, which approximates fair value. Non-investment grade short-term investments are stated at the lower of amortized cost or fair value.
- (2) Investment grade bonds not backed by other loans are stated at amortized cost, with amortization calculated based on the modified scientific method, using lower of yield to call or yield to maturity. Non-investment grade bonds are stated at the lower of amortized cost or fair value as determined by various third-party pricing sources.
- (3) The Company has no investments in common stocks of unaffiliated companies.
- (4) The Company has no investments in preferred stocks.
- (5) The Company has no mortgage loans - real estate.
- (6) Loan-backed securities are stated at amortized cost. Prepayment assumptions for loan-backed securities and structured securities were obtained from broker-dealer survey values or internal estimates. These assumptions are consistent with the current interest rate and economic environment. The retrospective adjustment method is used to value all loan-backed securities. Non-investment grade loan-backed securities are stated at the lower of amortized cost or fair value.
- (7) The Company has no investments in subsidiaries, controlled and affiliated companies.
- (8) The Company has no investments in joint ventures, partnerships or limited liability companies.
- (9) The Company has no derivative instruments.
- (10) The Company does not anticipate investment income as a factor in premium deficiency calculations.
- (11) Unpaid claims and claims adjustment expenses include management's best estimate of amounts based on historical claim development patterns and certain individual case estimates. The established liability considers health benefit provisions, business practices, economic conditions and other factors that may materially affect the cost, frequency and severity of claims. Liabilities for unpaid claims and claim adjustment expenses are based on assumptions and estimates, and while management believes such estimates are reasonable, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and changes in estimates are incorporated into current period estimates.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) Pharmacy rebate receivables are recorded when earned based upon actual rebate receivables billed and an estimate of receivables based upon current utilization of specific pharmaceuticals and provider contract terms.
- (14) Service fees earned from providing administrative services to self-insured customers are deducted from operating expenses, and related claim payments and subsequent reimbursements of those claim payments are excluded from net income.
- (15) Premium under the Federal Employee Program ("FEP") is earned when chargeable benefit costs, allowable expenses and retentions are incurred. Deferred premiums are recorded to offset the FEP liabilities for incurred claims but not reported and claims adjustment expenses that are due from the Office of Personnel Management ("OPM"), when the claims are ultimately paid.
- (16) A discount rate is applied to guaranty fund liabilities and assets related to assessments from insolvencies of entities that wrote long-term care contracts.

**D. Going Concern**

Not applicable.

**2. Accounting Changes and Corrections of Errors**

There were no accounting changes or corrections of errors during the years ended December 31, 2017 and 2016.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**3. Business Combinations and Goodwill**

<b>A. Statutory Purchase Method</b>	Not applicable.
<b>B. Statutory Merger</b>	Not applicable.
<b>C. Assumption Reinsurance</b>	Not applicable.
<b>D. Impairment Loss</b>	Not applicable.

**4. Discontinued Operations**

The Company had no operations that were discontinued during 2017 or 2016.

**5. Investments**

**A. Mortgage Loans, including Mezzanine Real Estate Loans**

The Company did not have investments in mortgage loans at December 31, 2017 or 2016.

**B. Debt Restructuring**

The Company did not have invested assets that were restructured debt at December 31, 2017 or 2016.

**C. Reverse Mortgages**

The Company did not have investments in reverse mortgages at December 31, 2017 or 2016.

**D. Loan-Backed Securities**

- (1) Prepayment assumptions for single-class and multi-class mortgage-backed and asset-backed securities were obtained from broker-dealer survey values or internal estimates. The Company used various third-party pricing sources in determining the market value of its loan-backed securities.
- (2) The Company did not recognize other-than-temporary impairments ("OTTI") on its loan-backed securities during the years ended December 31, 2017 and 2016.
- (3) The Company did not recognize OTTI on its loan-backed securities at December 31, 2017 and 2016.
- (4) The Company had no impaired securities for which an other-than-temporary impairment had not been recognized in earnings as a realized loss at December 31, 2017 and 2016.
- (5) The Company had no impaired loan-backed securities at December 31, 2017 and 2016.

**E. Dollar Repurchase Agreements and/or Securities Lending Transactions**

- (1) The Company did not enter into repurchase agreements at December 31, 2017 or 2016.
- (2) The Company participates in a securities lending program whereby marketable securities in its investment portfolio are transferred to independent brokers or dealers based on, among other things, their creditworthiness in exchange for collateral initially equal to at least 102% of the market value of the loaned securities. The Company receives the collateral in cash or securities, and if cash is received the cash collateral is thereafter invested according to guidelines of the Company's Investment Policy.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
**NOTES TO FINANCIAL STATEMENTS**

**(3) Collateral Received**

a. Aggregate amount collateral received		
		Fair Value
1. Securities Lending		
(a) Open	\$	5,636,270
(b) 30 days or less		—
(c) 31 to 60 days		—
(d) 61 to 90 days		—
(e) Greater than 90 days		—
(f) Sub-total	\$	5,636,270
(g) Securities received		—
(h) Total collateral received	\$	5,636,270
2. Dollar repurchase agreement - Not applicable.		
b. The fair value of that collateral and of the portion of that collateral that it has sold or repledged		\$ 5,636,270
c. The Company receives cash collateral in an amount in excess of fair value of the securities lent. The Company reinvests the cash collateral according to guidelines of the Company's Investment Policy.		

(4) The Company does not have any securities lending transactions administered by an affiliated agent.

**(5) Collateral Reinvestment**

a. Aggregate amount collateral reinvested			
		<u>Amortized</u> <u>Cost</u>	<u>Fair Value</u>
1. Securities Lending			
(a) Open	\$	—	\$ —
(b) 30 days or less		705,222	705,222
(c) 31 to 60 days		1,031	1,031
(d) 61 to 90 days		931	931
(e) 91 to 120 days		550	550
(f) 121 to 180 days		1,854	1,854
(g) 181 to 365 days		11,565	11,565
(h) 1 to 2 years		711,867	711,867
(i) 2 to 3 years		185,701	185,701
(j) Greater than 3 years		4,017,549	4,017,549
(k) Sub-total	\$	5,636,270	\$ 5,636,270
(l) Securities received		—	—
(m) Total collateral reinvested	\$	5,636,270	\$ 5,636,270
2. Dollar repurchase agreement - Not applicable.			
b. Not applicable.			

(6) Not applicable.

(7) Not applicable.

**F. Repurchase Agreements Transactions Accounted for as Secured Borrowing**

The Company did not enter into repurchase agreement transactions accounted for as secured borrowing at December 31, 2017 or 2016.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing**

The Company did not enter into reverse repurchase agreement transactions accounted for as a secured borrowing at December 31, 2017 or 2016.

**H. Repurchase Agreements Transactions Accounted for as a Sale**

The Company did not enter into repurchase agreement transactions accounted for as a sale at December 31, 2017 or 2016.

**I. Reverse Repurchase Agreements Transactions Accounted for as a Sale**

The Company did not enter into reverse repurchase agreement transactions accounted for as a sale at December 31, 2017 and 2016.

**J. Real Estate**

- (1) The Company did not recognize any impairment losses on its investment real estate at December 31, 2017 or 2016.
- (2) On July 30, 2015, the Company sold its real estate investment in its office building located at 2 Gannett Drive in South Portland, Maine to WPME001, LLC a Maine limited liability company, for \$25,800,000. Concurrently, the Company leased back the 2 Gannett Drive office building under a 12 year lease agreement with four optioned five-year renewal periods. In accordance with statutory accounting principles, the company accounted for the transaction as a sale-leaseback settled entirely in cash, and recognized the entire gain directly to special surplus funds. The recognized gain to special surplus funds of \$15,466,022 is being amortized to unassigned surplus on a straight-line basis over the 12 year life of the lease. This amount is reported as a realized capital gain in each year in the Statement of Revenue and Expenses. The amount of realized capital gain in the Statement of Revenue and Expenses recognized for the twelve months ended December 31, 2017 is \$1,288,835.
- (3) Not applicable.
- (4) The Company did not engage in retail land sales operations during 2017 or 2016.
- (5) Not applicable

**K. Investments in Low-Income Housing Tax Credits**

The Company did not invest in properties generating low-income housing tax credits during 2017 or 2016.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets

(1) Restricted assets (including pledged)

Restricted Asset Category	1	2	3	4	5	6	7
	Total Gross (Admitted & Nonadmitted) Restricted from Current Year	Total Gross (Admitted & Nonadmitted) Restricted from Prior Year	Increase/ (Decrease) (1 minus 2)	Total Current Year Nonadmitted Restricted	Total Current Year Admitted Restricted (1 minus 4)	Gross Admitted and Nonadmitted Restricted to Total Assets (a)	Admitted Restricted to Total Admitted Assets (b)
a. Subject to contractual obligation for which liability is not shown	\$ —	\$ —	—	\$ —	\$ —	0.00%	0.00%
b. Collateral held under security lending agreements	5,636,270	10,485,136	(4,848,866)	—	5,636,270	1.09%	1.13%
c. Subject to repurchase agreements	—	—	—	—	—	0.00%	0.00%
d. Subject to reverse repurchase agreements	—	—	—	—	—	0.00%	0.00%
e. Subject to dollar repurchase agreements	—	—	—	—	—	0.00%	0.00%
f. Subject to dollar reverse repurchase agreements	—	—	—	—	—	0.00%	0.00%
g. Placed under option contracts	—	—	—	—	—	0.00%	0.00%
h. Letter stock or securities restricted as to sale-excluding FHLB capital stock	—	—	—	—	—	0.00%	0.00%
i. FHLB capital stock	—	—	—	—	—	0.00%	0.00%
j. On deposit with states	751,545	770,330	(18,785)	—	751,545	0.15%	0.15%
k. On deposit with other regulatory bodies	—	—	—	—	—	0.00%	0.00%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	—	—	—	—	—	0.00%	0.00%
m. Pledged as collateral not captured in other categories	—	—	—	—	—	0.00%	0.00%
n. Other restricted assets	—	—	—	—	—	0.00%	0.00%
o. Total Restricted Assets	\$ 6,387,815	\$ 11,255,466	\$ (4,867,651)	\$ —	\$ 6,387,815	1.24%	1.28%

(a) Column 1 divided by Asset Page, Column 1, Line 28

(b) Column 5 divided by Asset Page, Column 3, Line 28

(2) Not applicable.

(3) Not applicable.

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

Collateral Assets	1	2	3	4
	Book/Adjusted Carrying Value (BACV)	Fair Value	% of BACV to Total Assets (Admitted and Nonadmitted*)	% of BACV to Total Admitted Assets **
a. Cash	\$ —	\$ —	—%	—%
b. Schedule D, Part 1	—	—	—	—
c. Schedule D, Part 2 Section 1	—	—	—	—
d. Schedule D, Part 2 Section 2	—	—	—	—
e. Schedule B	—	—	—	—
f. Schedule A	—	—	—	—
g. Schedule BA, Part 1	—	—	—	—
h. Schedule DL, Part 1	5,636,270	5,636,270	1.092	1.132
i. Other	—	—	—	—
j. Total Collateral Assets (a+b+c+d+e+f+g+h+i)	\$ 5,636,270	\$ 5,636,270	1.092%	1.132%

\* Column 1 divided by Asset Page, Line 26 (Column 1)

\*\* Column 1 divided by Asset Page, Line 26 (Column 3)

	<u>1</u>	<u>2</u>
	<u>Amount</u>	<u>% of Liability to Total Liabilities *</u>
k. Recognized Obligation to Return Collateral Asset	\$ 5,636,270	1.695%

\* Column 1 divided by Liability Page, Line 24 (Column 3)

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**M. Working Capital Finance Investments**

Not applicable.

**N. Offsetting and Netting of Assets and Liabilities**

The Company did not have any offsetting or netting of assets and liabilities at December 31, 2017 and 2016.

**O. Structured Notes**

The Company did not have any structured notes at December 31, 2017 and 2016.

**P. 5\* Securities**

The Company has no 5\* Securities as of December 31, 2017 and 2016.

**Q. Short Sales**

The Company did not have any short sales at December 31, 2017 and 2016.

**R. Prepayment Penalty and Acceleration Fees**

The Company did not have any prepayment penalty or acceleration fees at December 31, 2017 and 2016.

**6. Joint Ventures, Partnerships and Limited Liability Companies**

**A.** The Company has no investments in joint ventures, partnerships or limited liability companies.

**B.** Not applicable.

**7. Investment Income**

**A.** All investment income due and accrued with amounts that are over 90 days past due is non-admitted.

**B.** At December 31, 2017 and 2016 there was no nonadmitted accrued investment income.

**8. Derivative Instruments**

The Company has no derivative instruments.



ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes

A. The components of net deferred tax assets (liabilities):

(1) The components of net deferred tax asset (liabilities) are as follows:

12/31/2017			
(1)	(2)	(3)	
Ordinary	Capital	(Col 1+2) Total	
(a) Gross Deferred Tax Assets	\$ 9,736,665	\$ 2,221	\$ 9,738,886
(b) Statutory Valuation Allowance Adjustments	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	9,736,665	2,221	9,738,886
(d) Deferred Tax Assets Nonadmitted	2,201,993	—	2,201,993
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	7,534,672	2,221	7,536,893
(f) Deferred Tax Liabilities	49,460	—	49,460
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 7,485,212	\$ 2,221	\$ 7,487,433

12/31/2016			
(4)	(5)	(6)	
Ordinary	Capital	(Col 4+5) Total	
(a) Gross Deferred Tax Assets	\$ 18,352,232	\$ —	\$ 18,352,232
(b) Statutory Valuation Allowance Adjustments	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	18,352,232	—	18,352,232
(d) Deferred Tax Assets Nonadmitted	3,911,337	—	3,911,337
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	14,440,895	—	14,440,895
(f) Deferred Tax Liabilities	5,868	96,419	102,287
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 14,435,027	\$ (96,419)	\$ 14,338,608

Change			
(7)	(8)	(9)	
(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total	
(a) Gross Deferred Tax Assets	\$ (8,615,567)	\$ 2,221	\$ (8,613,346)
(b) Statutory Valuation Allowance Adjustments	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	(8,615,567)	2,221	(8,613,346)
(d) Deferred Tax Assets Nonadmitted	(1,709,344)	—	(1,709,344)
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	(6,906,223)	2,221	(6,904,002)
(f) Deferred Tax Liabilities	43,592	(96,419)	(52,827)
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ (6,949,815)	\$ 98,640	\$ (6,851,175)

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

(2) The amount of admitted adjusted gross deferred tax assets under each component of SSAP No. 101, *Income Taxes* ("SSAP No. 101") are as follows:

12/31/2017			
(1)	(2)	(3)	
Ordinary	Capital	(Col 1+2) Total	
Admission Calculation Components SSAP No. 101			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks.	\$ 7,485,212	\$ 2,221	\$ 7,487,433
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	—	—	—
1. Adjusted Gross Deferred Tax Assets Expected To Be Realized Following the Balance Sheet Date.	—	—	—
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	23,684,674
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	49,460	—	49,460
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$ 7,534,672	\$ 2,221	\$ 7,536,893

12/31/2016			
(4)	(5)	(6)	
Ordinary	Capital	(Col 4+5) Total	
Admission Calculation Components SSAP No. 101			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks.	\$ 13,751,720	\$ —	\$ 13,751,720
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	586,888	—	586,888
1. Adjusted Gross Deferred Tax Assets Expected To Be Realized Following the Balance Sheet Date.	586,888	—	586,888
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	20,416,398
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	102,287	—	102,287
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$ 14,440,895	\$ —	\$ 14,440,895

Change			
(7)	(8)	(9)	
(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total	

Admission Calculation Components SSAP No. 101			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks.	\$ (6,266,508)	\$ 2,221	\$ (6,264,287)
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	(586,888)	—	(586,888)
1. Adjusted Gross Deferred Tax Assets Expected To Be Realized Following the Balance Sheet Date.	(586,888)	—	(586,888)
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	3,268,276
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	(52,827)	—	(52,827)
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$ (6,906,223)	\$ 2,221	\$ (6,904,002)

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

(3)		2017	2016
(a)	Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	576.49%	469.00%
(b)	Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2 (b)2 Above.	\$ 157,897,827	\$ 136,109,321

(4)	12/31/2017		12/31/2016		Change	
	(1)	(2)	(3)	(4)	(5)	(6)
	Ordinary	Capital	Ordinary	Capital	(Col 1-3) Ordinary	(Col 2-4) Capital

Impact of Tax-Planning Strategies

(a)	Determination of Adjusted Gross Deferred Tax Assets and Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.						
1.	Adjusted Gross DTAs Amount From Note 9A1 (c)	\$ 9,736,665	\$ 2,221	\$ 18,352,232	\$ —	\$ (8,615,567)	\$ 2,221
2.	Percentage of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
3.	Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	\$ 7,534,672	\$ 2,221	\$ 14,440,895	\$ —	\$ (6,906,223)	\$ 2,221
4.	Percentage of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

(b)	Does the Company's tax-planning strategies include the use of reinsurance?	Yes _____	No <u>X</u> _____
-----	--	-----------	-------------------

B. The Company has no unrecognized deferred tax liabilities at December 31, 2017 and 2016.

C. Current income taxes incurred consist of the following major components:

	(1)	(2)	(3)
	12/31/2017	12/31/2016	(Col 1-2) Change
(1) Current Income Tax			
(a) Federal	\$ 18,601,759	\$ 17,413,435	\$ 1,188,324
(b) Foreign	—	—	—
(c) Subtotal	18,601,759	17,413,435	1,188,324
(d) Federal income tax expense on net capital gains	609,916	53,242	556,674
(e) Utilization of capital loss carry-forwards	(99,299)	(99,299)	—
(f) Other	—	—	—
(g) Federal and foreign income taxes incurred	\$ 19,112,376	\$ 17,367,378	\$ 1,744,998
(2) Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 137,302	\$ 232,967	\$ (95,665)
(2) Unearned premium reserve	338,859	595,703	(256,844)
(3) Policyholder reserves	1,419,084	783,653	635,431
(4) Investments	—	—	—
(5) Deferred acquisition costs	—	—	—
(6) Policyholder dividends accrual	—	—	—
(7) Fixed assets	418,856	546,535	(127,679)
(8) Compensation and benefits accrual	80,071	59,168	20,903
(9) Pension accrual	—	—	—
(10) Receivables - nonadmitted	2,535,913	6,225,403	(3,689,490)

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

(11)	Net operating loss carry-forward	15,944	125,872	(109,928)
(12)	Tax credit carry-forward	—	—	—
(13)	Other (including items <5% of total ordinary tax assets)	167	—	167
(14)	Accrued future expenses	2,102,900	4,851,995	(2,749,095)
(15)	Amortization	32,891	78,152	(45,261)
(16)	Premium deficiency reserves	—	—	—
(17)	Prepaid expenses	61,625	79,936	(18,311)
(18)	Gain on sale of building	2,593,053	4,772,848	(2,179,795)
(19)	State tax liability	—	—	—
(99)	Subtotal	9,736,665	18,352,232	(8,615,567)
(b)	Statutory valuation allowance adjustment	—	—	—
(c)	Nonadmitted	2,201,993	3,911,337	(1,709,344)
(d)	Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	7,534,672	14,440,895	(6,906,223)
(e)	Capital:			
(1)	Investments	2,221	—	2,221
(2)	Net capital loss carry-forward	—	—	—
(3)	Real estate	—	—	—
(4)	Other (including items <5% of total capital tax assets)	—	—	—
(5)	Section 166 partial worthlessness	—	—	—
(6)	Mark to market and impairments	—	—	—
(99)	Subtotal	2,221	—	2,221
(f)	Statutory valuation allowance adjustment	—	—	—
(g)	Nonadmitted	—	—	—
(h)	Admitted capital deferred tax assets (2e99 - 2f - 2g)	2,221	—	2,221
(i)	Admitted deferred tax assets (2d + 2h)	\$ 7,536,893	\$ 14,440,895	\$ (6,904,002)

(1)	(2)	(3)
12/31/2017	12/31/2016	(Col 1-2) Change

(3)	Deferred Tax Liabilities:			
(a)	Ordinary			
(1)	Investments	\$ —	\$ —	\$ —
(2)	Fixed assets	—	—	—
(3)	Deferred and uncollected premium	—	—	—
(4)	Policyholder reserves	—	—	—
(5)	Other (including items <5% of total ordinary tax liabilities)	46,302	2	46,300
(6)	Discount of coordination of benefits	3,158	5,866	(2,708)
(7)	Section 807 insurance reserves	—	—	—
(99)	Subtotal	49,460	5,868	43,592
(b)	Capital:			
(1)	Investments	—	96,419	(96,419)
(2)	Real estate	—	—	—
(3)	Other (including items <5% of total capital tax liabilities)	—	—	—
(4)	Investment partnership income	—	—	—
(5)	Mark to market and impairments	—	—	—
(6)	Section 166 partial worthlessness	—	—	—
(99)	Subtotal	—	96,419	(96,419)
(c)	Deferred tax liabilities (3a99 + 3b99)	\$ 49,460	\$ 102,287	\$ (52,827)
(4)	Net deferred tax assets/liabilities (2i - 3c)	\$ 7,487,433	\$ 14,338,608	\$ (6,851,175)

On December 22, 2017, the federal government enacted a tax bill, H.R.1, *An Act to Provide for Reconciliation Pursuant to Titles II and V of the Concurrent Resolution on the Budget for Fiscal Year 2018*, or the Tax Cuts and Jobs Act. The Tax Cuts and Jobs Act contains significant changes to corporate taxation, including, but not limited to, reducing the U.S. Federal corporate income tax rate from 35% to 21% and modifying or limiting many business deductions. At December 31, 2017, the Company estimated the effects on existing deferred tax balances. The Company remeasured deferred tax assets and liabilities based on the rates

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

at which they are expected to be utilized in the future, which is generally 21%. However, the Company will continue to analyze certain aspects of the Tax Cuts and Jobs Act and refine the calculations, which could potentially affect the measurement of those balances or give rise to new deferred tax amounts. The provisional amount recorded related to the remeasurement of our deferred tax assets and liabilities was a net decrease of \$6,459,616. This includes the components for change in net deferred income tax of \$4,262,794, change in nonadmitted assets of \$2,159,777, and change in net unrealized capital gains (losses) of \$37,045.

D. The Company’s income tax expense and change in deferred income taxes differs from the amount obtained by applying the federal statutory income tax rate of 35% for the year ended December 31 as follows:

	2017	2016
Tax expense computed using federal statutory rate	\$ 19,898,695	\$ 12,761,717
ACA health insurer fee	—	5,659,995
Change in nonadmitted assets	3,926,056	438,819
Tax exempt income and dividend received deduction net of proration	(386,319)	(347,540)
Prior year true-up and adjustments	(13,500)	(108,971)
Tax Cuts and Jobs Act	4,262,794	—
Other, net	40,737	45,299
Total	<u>\$ 27,728,463</u>	<u>\$ 18,449,319</u>
Federal income taxes incurred	\$ 19,112,376	\$ 17,367,378
Change in net deferred income taxes	8,616,087	1,081,941
Total statutory income taxes	<u>\$ 27,728,463</u>	<u>\$ 18,449,319</u>

E. Operating loss carryforwards:

(1) At December 31, 2017, the Company had the following unused net operating loss or tax credit carryforwards available to offset future taxable income. The losses or credits will begin to expire as notes.

Unused NOL Carryforwards	Will Begin To Expire
75,924	2018

(2) The following are income taxes incurred in the current and prior year(s) that will be available for recoupment in the event of future net losses:

	Ordinary	Capital	Total
2017	\$ 16,928,266	\$ 609,916	\$ 17,538,182
2016	18,623,723	53,241	18,676,964
2015	N/A	2,463,160	2,463,160

(3) The Company has no protective tax deposits reported as admitted assets under Section 6603 of the Internal Revenue Service Code as of December 31, 2017 and 2016.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**F.** The following companies will be included in the consolidated federal income tax return with their parent Anthem, Inc. ("Anthem") as of December 31, 2017 and either are current members of the consolidated tax sharing agreement or are in the process of being added to the consolidated tax sharing agreement. Allocation of federal income taxes with affiliates subject to the tax sharing agreement is based upon separate income tax return calculations with credit for net losses that can be used on a consolidated basis. Pursuant to this agreement, the Company has the enforceable right to recoup federal income taxes paid in prior years in the event of future losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes. Intercompany income tax balances are settled based on the Internal Revenue Service due dates.

American Imaging Management, Inc.	DeCare Dental Networks, LLC
AMERIGROUP Community Care of New Mexico, Inc.	DeCare Dental, LLC
AMERIGROUP Corporation	Designated Agent Company, Inc.
Amerigroup Delaware, Inc.	EHC Benefits Agency, Inc.
AMERIGROUP District of Columbia, Inc.	Empire HealthChoice Assurance, Inc.
AMERIGROUP Florida, Inc.	Empire HealthChoice HMO, Inc.
Amerigroup Health Plan of Louisiana, Inc.	Federal Government Solutions, LLC
Amerigroup Health Plan of Oregon, Inc.	Golden West Health Plan, Inc.
Amerigroup Insurance Company	Greater Georgia Life Insurance Company
AMERIGROUP Iowa, Inc.	Health Core, Inc.
Amerigroup Kansas, Inc.	Health Management Corporation
AMERIGROUP Maryland, Inc.	HealthKeepers, Inc.
Amerigroup Michigan, Inc.	HealthLink HMO, Inc.
AMERIGROUP Mississippi, Inc.	HealthLink, Inc.
AMERIGROUP Nevada, Inc.	HealthPlus HP, LLC
AMERIGROUP New Jersey, Inc.	HealthSun Blocker Corp. I
AMERIGROUP Ohio, Inc.	HealthSun Blocker Corp. II
AMERIGROUP Oklahoma, Inc.	Healthy Alliance Life Insurance Company
Amerigroup Pennsylvania, Inc.	HEP AP Holdings, Inc.
AMERIGROUP Tennessee, Inc.	Highland Holdco, Inc.
AMERIGROUP Texas, Inc.	HMO Colorado, Inc.
AMERIGROUP Washington, Inc.	HMO Missouri, Inc.
AMGP Georgia Managed Care Company, Inc.	Imaging Management Holdings, LLC
Anthem Blue Cross Life and Health Insurance Company	IngenioRx, Inc.
Anthem Financial, Inc.	Legato Holdings I, Inc.
Anthem Health Insurance Company of Nevada	Living Complete Technologies, Inc.
Anthem Health Plans of Kentucky, Inc.	Matthew Thornton Health Plan, Inc.
Anthem Health Plans of Maine, Inc.	National Government Services, Inc.
Anthem Health Plans of New Hampshire, Inc.	Newco Holdings, Inc.
Anthem Health Plans of Virginia, Inc.	New England Research Institutes, Inc.
Anthem Health Plans, Inc.	Park Square Holdings, Inc.
Anthem Holding Corp.	Park Square I, Inc.
Anthem Insurance Companies, Inc.	Park Square II, Inc.
Anthem Kentucky Managed Care Plan, Inc.	PHP Holdings, Inc.
Anthem Life & Disability Insurance Company	Resolution Health, Inc.
Anthem Southeast, Inc.	RightCHOICE Managed Care, Inc.
Anthem UM Services, Inc.	Rocky Mountain Hospital and Medical Service, Inc.
Anthem, Inc.	SellCore, Inc.
Arcus Enterprises, Inc.	Simply Healthcare Holdings, Inc.
ARCUS HealthyLiving Services, Inc.	Simply Healthcare Plans, Inc.
Associated Group, Inc.	Southeast Services, Inc.
Better Health, Inc.	State Sponsored DM Services, Inc.
Blue Cross and Blue Shield of Georgia, Inc.	The Anthem Companies of California, Inc.
Blue Cross Blue Shield Healthcare Plan of Georgia, Inc.	The Anthem Companies, Inc.
Blue Cross Blue Shield of Wisconsin	TrustSolutions, LLC
Blue Cross of California	UNICARE Health Plan of West Virginia, Inc.
Blue Cross of California Partnership Plan, Inc.	UNICARE Illinois Services, Inc.
CareMore Health Plan	UNICARE Life & Health Insurance Company

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

CareMore Health Plan of Arizona, Inc.	UNICARE National Services, Inc.
CareMore Health Plan of Nevada	UNICARE Specialty Services, Inc.
CareMore Health Plan of Texas, Inc.	UtiliMed IPA, Inc.
CareMore Health System	Valus, Inc.
Cerulean Companies, Inc.	WellPoint Behavioral Health, Inc.
Claim Management Services, Inc.	WellPoint California Services, Inc.
Community Care Health Plan of Louisiana, Inc.	WellPoint Dental Services, Inc.
Community Insurance Company	WellPoint Health Solutions, Inc.
Compcare Health Services Insurance Corporation	WellPoint Holding Corporation
Crossroads Acquisition Corp	WellPoint Information Technology Services, Inc.
DeCare Analytics, LLC	WellPoint Insurance Services, Inc.
DeCare Dental Health International, LLC	WellPoint Military Care Corporation

G. Not applicable.

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. Nature of the Relationship

The Company is a Maine domiciled stock insurance company and is a wholly-owned subsidiary of ATH Holding Company, LLC (“ATH Holding”), which is a wholly-owned subsidiary of Anthem, a publicly traded company.

The Company’s investments in other long term invested assets, discussed in Note 1, includes investments in BCS Financial Corp. (“BCS FC”) and BCS Insurance Company, (“BCS IC”). BCS FC provides partnership solutions nationwide with health, and life insurance, property and casualty insurance, financial services administration, reinsurance and specialty risk products. BCS IC is a wholly owned subsidiary of BCS FC and which provides innovative insurance solutions nationwide with excess reinsurance, professional liability, cyber and privacy loss, agent and agency errors and omissions, insurance, medical stop loss, limited benefits, student health, travel insurance and issuing carrier products. The Company and other affiliates of Anthem have a material combined ownership interest in BCS FC and BCS IC.

The percentage owned of outstanding shares as of December 31, is as follows:

	2017	2016
BCS FC	—%	—%
BCS IC	0.4%	0.4%

B. Significant Transactions for Each Period

The following significant transactions took place between the Company and its affiliates:

The Board of Directors of the Company declared an ordinary dividend in the amount of \$19,000,000 on December 13, 2017. The Company paid the dividend to its parent company, ATH Holding, on December 26, 2017.

The Board of Directors of the Company declared an ordinary dividend in the amount of \$22,100,000 on December 8, 2016. The Company paid the dividend to its parent company, ATH Holding, on December 23, 2016.

C. Intercompany Management and Service Arrangements

There were no changes to the intercompany management and service arrangements, and there were no additional arrangements entered into during 2017 or 2016. The amounts of transactions under such agreements are presented in Schedule Y, Part 2.



ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**D. Amounts Due to or from Related Parties**

At December 31, 2017 and 2016, the Company reported \$16,013,029 and \$13,705,761 due from affiliates, respectively. At December 31, 2017, the Company reported no amounts due to affiliates. At December 31, 2016, the Company reported \$6,736,960 due to affiliates. The receivable and payable balances represent intercompany transactions that will be settled in accordance with the settlement terms of the intercompany agreement.

Following is a summary of transactions between the Company and various affiliates during the years:

	2017	2016
<b>The Anthem Companies Inc.</b>		
Payroll and Employee Administrative Services	\$ 48,856,883	\$ 45,329,881
<b>Anthem, Inc.</b>		
Federal Income Tax Payments	19,475,501	17,296,148
Corporate Services	24,795,457	20,951,806
ACA Fee Assessment	—	16,171,416
Information Technology Services	7,085,578	5,903,082
<b>Anthem Insurance Companies, Inc.</b>		
Information Technology Services	8,534	26,472
Corporate/Shared Services	296,431	278,389
<b>WellPoint Information Technology Services, Inc.</b>		
Information Technology Services	3,445,157	2,823,072
Corporate Services	5,632	4,407
<b>Blue Cross of California</b>		
Corporate Services	219,964	216,272
Information Technology Services	5,970	5,478
<b>Anthem Health Plans, Inc.</b>		
Claims Processing	541,542	567,526
Corporate Services	66,335	46,216
<b>Anthem Health Plans of New Hampshire, Inc.</b>		
Customer Service	6,484	175,309
Corporate Services	17,105	10,440
<b>Anthem Health Plans of Virginia, Inc.</b>		
Information Technology Services	23,189	35,238
Corporate Services	88,150	248,867
<b>Costs allocated from various affiliates not listed above</b>	1,627,278	1,272,249
<b>Total Schedule Y, Part 2, Column 8</b>	<u>\$ 106,565,190</u>	<u>\$ 111,362,268</u>

**E. Guarantees or Contingencies for Related Parties**

The Company did not enter into guarantees or undertakings for the benefit of an affiliate which would result in a material contingent exposure of the Company’s or any affiliated insurer’s assets or liabilities.

**F. Management and Service Contracts and Cost Sharing Arrangements**

The Company has entered into administrative services agreements with its affiliated companies. Pursuant to these agreements, various administrative, management and support services are provided to or provided by the Company. The costs and expenses related to these administrative management and support services are allocated to or allocated by the Company in an amount equal to the direct and indirect costs and expenses incurred in providing these services. Costs include expenses such as salaries, employee benefits, communications, advertising, consulting services, rent, utilities, billing, accounting, underwriting, and product development, which support the Company’s operations. These costs are allocated based on various utilization statistics.

The Company is party to a cash concentration agreement with its affiliated companies. Under this agreement, any of the Company’s affiliates may be designated as a cash manager to



ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
**NOTES TO FINANCIAL STATEMENTS**

handle the collection and/or payment of funds on behalf of the Company. Conversely, the Company may be designated as a cash manager to handle the collection and/or payment of funds on behalf of its affiliates. Cash services covered under this agreement include the collection of premiums and other revenue, the collection of benefit and administrative expense reimbursements, the payment of policy benefits, payroll expense, general and administrative expense, and accounts payable disbursements.

**G. Nature of Control Relationships that Could Affect Operations or Financial Position**

ATH Holding owns all outstanding shares of the Company. The Company's ultimate parent is Anthem, Inc.

**H. Amount Deducted for Investment in Upstream Company**

The Company does not own shares of upstream intermediate entities or Anthem.

**I. Detail of Investments in Affiliates Greater than 10% of Admitted Assets**

The Company does not have investments in affiliates greater than 10% of admitted assets.

**J. Write-down for Impairments of Investments in Subsidiaries, Controlled or Affiliated ("SCA") Companies**

Not applicable.

**K. Investment in a Foreign Insurance Subsidiary**

The Company does not have investments in foreign insurance subsidiaries.

**L. Investment in Downstream Non-insurance Holding Companies**

Not applicable.

**M. All SCA Investments**

The Company has no SCA Investments.

**N. Investment in Insurance SCAs**

Not applicable.

**11. Debt**

**A. Capital Notes**

The Company had no capital notes outstanding at December 31, 2017 and 2016.

**B. All Other Debt**

The Company had no other debt outstanding at December 31, 2017 and 2016.

**12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

**A. Defined Benefit Plan**

Not applicable - See Note 12G.

**B. Not applicable - See Note 12G.**

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

C. Not applicable - See Note 12G.

D. Not applicable - See Note 12G.

E. **Defined Contribution Plans**

Not applicable - See Note 12G.

F. **Multiemployer Plans**

The Company does not participate in a multiemployer plan.

G. **Consolidated/Holding Company Plans**

The Company participates in the Anthem Cash Balance Plan (the "Plan"), a frozen non-contributory defined benefit pension plan sponsored by ATH Holding, covering most employees of Anthem and its subsidiaries. ATH Holding allocates a share of the total accumulated costs of the plan to the Company based on the number of allocated employees. The Company has no legal obligation for benefits under this plan.

The Company participates in a postretirement medical benefit plan, sponsored by ATH Holding, providing certain health, life, vision and dental benefits to eligible retirees. ATH Holding allocates a share of the total accumulated costs of this plan to the Company based on the number of allocated employees. The Company has no legal obligation for benefits under this plan.

The Company participates in a deferred compensation plan sponsored by Anthem which covers certain employees once the participant reaches the maximum contribution amount for the Anthem 401(k) Plan (the "401(k) Plan"). The deferred amounts are payable according to the terms and subject to the conditions of the deferred compensation plan. Anthem allocates a share of the total accumulated costs of this plan to the Company based on the number of allocated employees subject to the deferred compensation plan. The Company has no legal obligation for benefits under this plan.

The Company participates in the 401(k) Plan, sponsored by ATH Holding and covering substantially all employees. Voluntary employee contributions are matched by ATH Holding subject to certain limitations. ATH Holding allocates a share of the total accumulated costs of this plan to the Company based on the number of allocated employees. The Company has no legal obligation for benefits under this plan.

During 2017 and 2016, the Company was allocated the following costs or (credits) for these retirement benefits:

	2017	2016
Defined benefit pension plan	\$ (304,904)	\$ (326,242)
Postretirement medical benefit plan	22,305	49,530
Deferred compensation plan	29,298	28,176
Defined contribution plan	1,018,607	971,279

H. **Post Employment Benefits and Compensated Absences**

Not applicable

I. **Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)**

Not applicable.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations**

**(1) Outstanding Shares**

As of December 31, 2017, the Company has 2,500 shares of \$1,000 par value common stock authorized, issued and outstanding.

**(2) Preferred Stock**

The Company has no preferred stock outstanding.

**(3) Dividend Restrictions**

Under Maine law, the Company is limited in the amount of dividends that can be declared without regulatory approval. The Superintendent of Insurance must approve any dividend that, together with all dividends declared during the preceding twelve months, exceeds the greater of the net gain from operations for the twelve-month period ending December 31 of the preceding year or 10% of the Company's surplus to policyholders as of December 31 of the preceding year as long as unassigned surplus is positive. Also, any dividend paid from other than unassigned funds will need the approval of the Superintendent of Insurance.

**(4) Dividends Paid**

See Footnote 10B.

**(5) Maximum Ordinary Dividend During 2018**

Within the limitations of (3) above, the Company may pay \$37,741,037 in dividends during 2018 without prior approval.

**(6) Unassigned Surplus Restrictions**

Unassigned surplus funds are not restricted at December 31, 2017.

**(7) Mutual Surplus Advances**

Not applicable.

**(8) Company Stock Held for Special Purpose**

There are no shares of stock held for special purposes at December 31, 2017.

**(9) Changes in Special Surplus Funds**

The change in balances of special surplus funds from the prior year are due to changes in the amounts segregated for the estimated Affordable Care Act ("ACA") health insurer fee as well as the deferred gain on the Company's sale-leaseback transaction. The annual fee under section 9010 of the ACA has been suspended for 2017, therefore no surplus has been segregated as of December 31, 2016.

**(10) Changes in Unassigned Funds**

The portion of unassigned funds represented by cumulative unrealized gains and losses was \$(247,129) at December 31, 2017.

**(11) Surplus Notes**

The Company has not issued any surplus notes or debentures or similar obligations.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

(12) Restatement due to Prior Quasi-reorganizations

The Company had no restatements due to prior quasi-reorganizations.

(13) Quasi-reorganizations over Prior 10 Years

The Company has not been involved in a quasi-reorganization during the past 10 years.

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

The Company had no contingent commitments at December 31, 2017 or 2016.

B. Assessments

(1) The Company is subject to guaranty fund and other assessments by the state in which it writes business. Guaranty fund assessments are accrued at the time of insolvencies. Other assessments are accrued either at the time of the assessment or at the time the losses are incurred.

(2) Assets Recognized Reconciliation		
a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$	—
b. Decreases current year:		
Policy surcharges collected		—
Policy surcharges charged off		—
Premium tax offset applied		—
c. Increases current year:		
Policy surcharges recognized		—
Premium tax offset recognized		220,481
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	\$	220,481

(2) Not applicable.

(3) Guaranty Fund Liabilities and Assets Related to Insolvencies of Entities That Wrote Long-Term Care Contracts

- a. Discount Rate Applied 3.5%
- b. The Undiscounted and Discounted Amount of the Guaranty Fund Assessments and Related Assets by Insolvency:

Name of the Insolvency	Guaranty Fund Assessment		Related Assets	
	Undiscounted	Discounted	Undiscounted	Discounted
Penn Treaty Network America Insurance Company and its subsidiary, American Network Insurance Company (collectively “Penn Treaty”)	\$ 272,124	\$ 189,026	\$ 267,266	\$ 220,481

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

- c. Number of Jurisdictions, Ranges of Years Used to Discount and Weighted Average Number of Years of the Discounting Time Period for Payables and Recoverables by Insolvency:

Name of the Insolvency	Payables			Recoverables		
	Number of Jurisdictions	Range of Years	Weighted Average Number of Years	Number of Jurisdictions	Range of Years	Weighted Average Number of Years
Penn Treaty	1	1-21	5.6	1	2-27	9.1

C. Gain Contingencies

The Company has no gain contingencies at December 31, 2017 or 2016.

D. Claims-Related Extra Contractual Obligation and the Bad Faith Losses Stemming From Lawsuits

Not applicable.

E. Joint and Several Liabilities

Not applicable.

F. All Other Contingencies

The National Organization of Life & Health Insurance Guaranty Associations, or NOLHGA, is a voluntary organization consisting of the state life and health insurance guaranty associations located throughout the U.S. Such associations, working together with NOLHGA, provide a safety net for their state’s policyholders, ensuring that they continue to receive coverage, subject to state maximum limits, even if their insurer is declared insolvent. In March 2017, long term care insurance writers Penn Treaty Network America Insurance Company and its subsidiary American Network Insurance Company, (collectively “Penn Treaty”), were ordered to be liquidated by the Pennsylvania state court, which had jurisdiction over the Penn Treaty rehabilitation proceeding. The Company and other insurers will be obligated to pay a portion of their policyholder claims through state guaranty association assessments in future periods. At December 31, 2017, the Company estimated its portion of these net assessments for the insolvency of Penn Treaty to approximate \$356,171 and recorded the estimate as part of general administrative expenses. Payment of the assessments will be largely recovered through premium tax credits over future years.

Anthem is a defendant in multiple lawsuits that were initially filed in 2012 against the BCBSA as well as Blue Cross and/or Blue Shield licensees across the country. The cases were consolidated into a single multi-district lawsuit called *In re Blue Cross Blue Shield Antitrust Litigation* that is pending in the United States District Court for the Northern District of Alabama (the “Court”). Generally, the suits allege that the BCBSA and the Blue plans have engaged in a conspiracy to horizontally allocate geographic markets through license agreements, best efforts rules (which limit the percentage of non-Blue revenue of each plan), restrictions on acquisitions, rules governing the BlueCard and National Accounts programs and other arrangements in violation of the Sherman Antitrust Act and related state laws. The cases were brought by two putative nationwide classes of plaintiffs, health plan subscribers and providers. Subscriber and provider plaintiffs each filed consolidated amended complaints in July 2013. The consolidated amended subscriber complaint was also brought on behalf of putative state classes of health plan subscribers in Alabama, Arkansas, California, Florida, Hawaii, Illinois, Louisiana, Michigan, Mississippi, Missouri, New Hampshire, North Carolina, Pennsylvania, Rhode Island, South Carolina, Tennessee, and Texas. Defendants filed motions to dismiss in September 2013. In June 2014, the Court denied the majority of the motions, ruling that plaintiffs had alleged sufficient facts at that

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

stage of the litigation to avoid dismissal of their claims. Following the subsequent filing of amended complaints by each of the subscriber and provider plaintiffs, we filed our answer and asserted our affirmative defenses in December 2014. Since January 2016, subscribers have filed additional actions asserting damage claims in Indiana, Kansas, Kansas City, Minnesota, Montana, Nebraska, North Dakota, Oklahoma, South Dakota, Vermont, and Virginia, all of which have been consolidated into the multi-district lawsuit. In November 2016 and April 2017, subscriber plaintiffs and provider plaintiffs filed new consolidated amended complaints adding new named plaintiffs and new factual allegations. Anthem filed answers to the amended complaints in May 2017. In February 2017, the Court granted in part defendants' motion for summary judgment based on the filed rate doctrine finding that the damages claims of certain named Alabama subscribers are barred under federal law. Subscribers filed a motion to reconsider the Court's order, which was denied without prejudice to plaintiffs' right to raise the issue at a later date. In April 2017, the Court of Appeals for the Eleventh Circuit affirmed a lower court ruling in a related declaratory judgment action, *Musselman v. Blue Cross and Blue Shield of Alabama, et al.* that the antitrust conspiracy claims being asserted by a subset of putative provider class members were released a decade ago by class action settlements in the *In re Managed Care Litigation*. In June 2017, the Court denied defendants' motion to dismiss certain of the claims in provider plaintiffs' latest consolidated complaint. Briefing on the relevant standard of review for the claims asserted under the Sherman Antitrust Act commenced in July 2017. Cross motions for partial summary judgment on the relevant standard of review were heard by the Court in October 2017, and they remain pending. In August 2017, provider plaintiffs moved for partial summary judgment against Anthem on the basis of collateral estoppel on several issues discussed in *United States v. Anthem, Inc.*, 236 F. Supp. 3d 171 (D.D.C. 2017). That motion was heard in October 2017, and is pending. In January 2018, the Court issued an order suspending certain deadlines from the Court's third amended scheduling order. No dates have been set for either the pretrial conference or trials in these actions. Anthem intends to vigorously defend these suits; however, their ultimate outcome cannot be presently determined.

In March 2016, Anthem filed a lawsuit against Express Scripts, Inc., or Express Scripts, our vendor for pharmacy benefit management, or PBM, services, captioned *Anthem, Inc. v. Express Scripts, Inc.*, in the U.S. District Court for the Southern District of New York. The lawsuit seeks to recover damages for pharmacy pricing that is higher than competitive benchmark pricing, damages related to operational breaches as well as various declarations under the pharmacy benefit management agreement, or PBM Agreement, between the parties. Our suit asserts that Express Scripts' pricing exceeds the competitive benchmark pricing required by the PBM Agreement by approximately \$13,000,000,000 over the remaining term of the PBM Agreement, and by approximately \$1,800,000,000 through the post-termination transition period. Further, we assert that Express Scripts' excessive pricing has caused us to lose existing customers and prevented us from gaining new business. In addition to the amounts associated with competitive benchmark pricing, we are seeking over \$158,000,000 in damages associated with operational breaches incurred, together with a declaratory judgment that Express Scripts: (i) breached its obligation to negotiate in good faith and to agree in writing to new pricing terms; (ii) is required to provide competitive benchmark pricing to us through the term of the PBM Agreement; (iii) has breached the PBM Agreement, and that we can terminate the PBM Agreement either due to Express Scripts' breaches or because we have determined that Express Scripts' performance with respect to the delegated Medicare Part D prescription drug plans, functions has been unsatisfactory; and (iv) is required under the PBM Agreement to provide post-termination services, at competitive benchmark pricing, for one year following any termination. In April 2016, Express Scripts filed an answer to the lawsuit disputing our contractual claims and alleging various defenses and counterclaims. Express Scripts contends that we breached the PBM Agreement by failing to negotiate proposed new pricing terms in good faith and that we breached the implied covenant of good faith and fair dealing by disregarding the terms of the transaction. In addition, Express Scripts is seeking declaratory judgments: (i) regarding the timing of the periodic pricing review under the PBM Agreement; (ii) that it has no obligation to ensure that we receive any specific level of pricing, that we have no contractual right to any change in pricing under the PBM Agreement and that its sole



ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

obligation is to negotiate proposed pricing terms in good faith; and (iii) that we do not have the right to terminate the PBM Agreement. In the alternative, Express Scripts claims that we have been unjustly enriched by its payment of \$4,675,000,000 at the time of the PBM Agreement. We believe that Express Scripts' defenses and counterclaims are without merit. We filed a motion to dismiss Express Scripts' counterclaims. In March 2017, the court granted our motion to dismiss Express Scripts' counterclaims for (i) breach of the implied covenant of good faith and fair dealing, and (ii) unjust enrichment with prejudice. We intend to vigorously pursue our claims and defend against any counterclaims; however, the ultimate outcome cannot be presently determined.

Anthem, Inc. and Express Scripts were named as defendants in a purported class action lawsuit filed in June 2016 in the Southern District of New York by three members of ERISA plans alleging ERISA violations captioned *Karen Burnett, Brendan Farrell, and Robert Shullich, individually and on behalf of all others similarly situated v. Express Scripts, Inc. and Anthem, Inc.* The lawsuit was then consolidated with a similar lawsuit that was previously filed against Express Scripts. A first amended consolidated complaint was filed in the consolidated lawsuit, which is captioned *In Re Express Scripts/Anthem ERISA Litigation*. The first amended consolidated complaint was filed by six individual plaintiffs against Anthem and Express Scripts on behalf of all persons who are participants in or beneficiaries of any ERISA or non-ERISA health care plan from December 1, 2009 to the present in which Anthem provided prescription drug benefits through a PBM Agreement with Express Scripts and who paid a percentage based co-insurance payment in the course of using that prescription drug benefit. As to the ERISA members, the plaintiffs allege that Anthem breached its duties under ERISA (i) by failing to adequately monitor Express Scripts' pricing under the PBM Agreement and (ii) by placing its own pecuniary interest above the best interests of Anthem insureds by allegedly agreeing to higher pricing in the PBM Agreement in exchange for the \$4,675,000,000 purchase price for our NextRx PBM business. As to the non-ERISA members, the plaintiffs assert that Anthem breached the implied covenant of good faith and fair dealing implied in the health plans under which the non-ERISA members are covered by (i) negotiating and entering into the PBM Agreement with Express Scripts that was detrimental to the interests of such non-ERISA members, (ii) failing to adequately monitor the activities of Express Scripts, including failing to timely monitor and correct the prices charged by Express Scripts for prescription medications, and (iii) acting in Anthem's self-interests instead of the interests of the non-ERISA members when it accepted the \$4,675,000,000 purchase price for NextRx. Plaintiffs seek to hold Anthem and Express Scripts jointly and severally liable and to recover all losses suffered by the proposed class, equitable relief, disgorgement of alleged ill-gotten gains, injunctive relief, attorney's fees and costs and interest. In November 2016, we filed a motion to dismiss all of the claims brought against Anthem. In response, in March 2017, the plaintiffs filed a second amended consolidated complaint adding two self-insured accounts as plaintiffs and asserting an additional purported class of self-insured accounts. In April 2017, we filed a motion to dismiss the claims brought against Anthem. Our motion was granted without prejudice in January 2018. Anthem intends to vigorously defend this suit; however, its ultimate outcome cannot be presently determined.

In February 2015, Anthem reported that it was the target of a sophisticated external cyber-attack. The attackers gained unauthorized access to certain of Anthem's information technology systems and obtained personal information related to many individuals and employees, such as names, birthdays, health care identification/social security numbers, street addresses, email addresses, phone numbers and employment information, including income data. To date, there is no evidence that credit card or medical information, such as claims, test results or diagnostic codes, were targeted, accessed or obtained, although no assurance can be given that Anthem will not identify additional information that was accessed or obtained.

Upon discovery of the cyber-attack, Anthem took immediate action to remediate the security vulnerability and retained a cybersecurity firm to evaluate our systems and identify solutions based on the evolving landscape. Anthem has provided credit monitoring and identity protection services to those who have been affected by this cyber-attack. Anthem has

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

continued to implement security enhancements since this incident. Anthem has incurred expenses subsequent to the cyber-attack to investigate and remediate this matter and expect to continue to incur expenses of this nature in the foreseeable future. Anthem recognizes these expenses in the periods in which they are incurred.

Actions have been filed in various federal and state courts and other claims have been or may be asserted against us on behalf of current or former members, current or former employees, other individuals, shareholders or others seeking damages or other related relief, allegedly arising out of the cyber-attack. Federal and state agencies, including state insurance regulators, state attorneys general, the Health and Human Services Office of Civil Rights and the Federal Bureau of Investigation, are investigating events related to the cyber-attack, including how it occurred, its consequences and our responses. In December 2016, the National Association of Insurance Commissioners, or NAIC, concluded its multistate targeted market conduct and financial exam. In connection with the resolution of the matter, the NAIC requested Anthem provide, and Anthem agreed to provide, a customized credit protection program, equivalent to a credit freeze, for Anthem's members who were under the age of eighteen on January 27, 2015. No fines or penalties were imposed on Anthem. Although Anthem is cooperating in these investigations, we may be subject to fines or other obligations, which may have an adverse effect on how Anthem operates its business and its results of operations. With respect to the civil actions, a motion to transfer was filed with the Judicial Panel on Multidistrict Litigation, or the Panel, in February 2015 and was subsequently heard by the Panel in May 2015. In June 2015, the Panel entered its order transferring the consolidated matter to the U.S. District Court for the Northern District of California, or the U.S. District Court. The U.S. District Court entered its case management order in September 2015. Anthem filed a motion to dismiss ten of the counts that were before the U.S. District Court. In February 2016, the court issued an order granting in part and denying in part our motion, dismissing three counts with prejudice, four counts without prejudice and allowing three counts to proceed. Plaintiffs filed a second amended complaint in March 2016, and Anthem subsequently filed a second motion to dismiss. In May 2016, the court issued an order granting in part and denying in part our motion, dismissing one count with prejudice, dismissing certain counts asserted by specific named plaintiffs with or without prejudice depending on their individualized facts, and allowing the remaining counts to proceed. In July 2016, plaintiffs filed a third amended complaint, which we answered in August 2016. Fact discovery was completed in December 2016. Plaintiffs filed their motion for class certification and trial plan in March 2017. Anthem filed its opposition to class certification, motions to strike the testimony of three of the plaintiffs' experts and trial plan in April 2017. Prior to those motions being heard, the parties agreed to settle plaintiffs' claims on a class-wide basis for a total settlement payment of \$115,000,000 and certain nonmonetary relief. In June 2017, plaintiffs filed a motion for preliminary approval of the settlement and a motion to continue all case deadlines. In July 2017, the court granted the motion to continue all case deadlines. The court issued an order of preliminary approval in August 2017. The court will consider the plaintiffs' motion for final approval in February 2018. Three state court cases related to the cyber-attack are presently proceeding outside of this multidistrict litigation. Two of those cases have been stayed and a dispositive motion is pending with respect to the third. There remain open regulatory investigations into the incident that are not directly impacted by the multidistrict litigation settlement.

Anthem has contingency plans and insurance coverage for certain expenses and potential liabilities of this nature and will pursue coverage for all applicable losses; however, the ultimate outcome of our pursuit of insurance coverage cannot be presently determined. Anthem intends to vigorously defend the remaining state court cases and regulatory actions related to the cyber-attack; however, their ultimate outcome cannot be presently determined.

In July 2015, Anthem and Cigna Corporation, ("Cigna") announced that they entered into a Merger Agreement, pursuant to which Anthem would acquire all outstanding shares of Cigna. In July 2016, the U.S. Department of Justice ("DOJ"), along with certain state attorneys general, filed a civil antitrust lawsuit in the U.S. District Court for the District of Columbia ("District Court") seeking to block the merger. In February 2017, Cigna purported to terminate the Merger Agreement and commenced litigation against Anthem in the



ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

Delaware Court of Chancery (“Delaware Court”) seeking damages, including the \$1,850,000,000 termination fee pursuant to the terms of the Merger Agreement, and a declaratory judgment that its purported termination of the Merger Agreement was lawful, among other claims, which is captioned in *Cigna Corp. v. Anthem Inc.* Also in February 2017, Anthem initiated its own litigation against Cigna in the Delaware Court seeking a temporary restraining order to enjoin Cigna from terminating the Merger Agreement, specific performance compelling Cigna to comply with the Merger Agreement and damages, which is captioned *Anthem Inc. v. Cigna Corp.* In April 2017, the U.S. Circuit Court of Appeals for the District of Columbia affirmed the ruling of the District Court, which blocked the merger. In May 2017, after the Delaware Court denied our motion to enjoin Cigna from terminating the Merger Agreement, Anthem delivered to Cigna a notice terminating the Merger Agreement. The litigation in Delaware is ongoing. Anthem believes Cigna’s allegations are without merit and intends to vigorously pursue its claims and defend against Cigna’s allegations; however, the ultimate outcome of Anthem’s litigation with Cigna cannot be presently determined.

The Company is involved in other pending and threatened litigation of the character incidental to the business transacted, arising out of its operations and is from time to time involved as a party in various governmental investigations, audits, reviews and administrative proceedings. These investigations, audits and reviews and administrative proceedings include routine and special investigations by state insurance departments, state attorneys general, the U.S. Attorney General and Federal Agencies. Such investigations, audits, reviews and administrative proceedings could result in the imposition of civil or criminal fines, penalties, other sanctions and additional rules, regulations or other restrictions on The Company’s business operations. The Company believes that any liability that may result from any one of these actions, or in the aggregate, could have a material adverse effect on the Company’s financial position or results of operations.

At December 31, 2017 and 2016, the Company reported admitted assets of \$92,683,346 and \$68,113,001, respectively, in premium receivables due from policyholders and agents and receivables due from uninsured plans. Based upon Company experience, any uncollectible receivables are not expected to exceed \$4,839,250 that was nonadmitted at December 31, 2017; therefore, no additional provision for uncollectible amounts has been recorded. The potential for any additional loss is not believed to be material to the Company's financial condition.

15. Leases

A. Lessee Operating Lease

- (1) The Company leases office space, office equipment, EDP equipment, and software under various noncancelable operating leases. Related lease expense for 2017 and 2016 was \$1,906,518 and \$2,029,445, respectively.
- (2) At January 1, 2018, the minimum aggregate rental commitments are as follows:

	Year Ending December 31	Operating Leases
1.	2018	\$ 1,837,660
2.	2019	1,837,660
3.	2020	1,837,660
4.	2021	1,837,660
5.	2022	1,837,660
6.	Total	<u>\$ 9,188,300</u>

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

(3)

- a. During 2015 the Company entered into a sale-leaseback transaction with an unaffiliated entity to lease the South Portland, Maine building for 12 years.
- b. Not applicable.

**B. Lessor Leases**

(1) The Company has not entered into any operating leases.

(2) The Company has not entered into any leveraged leases.

**16. Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

The Company has no significant financial instruments with off-balance sheet risk.

Financial instruments that potentially subject the Company to concentrations of credit risk consist primarily of investment securities. All investment securities are managed by professional investment managers within policies authorized by the board of directors. Such policies limit the amounts that may be invested in any one issuer and prescribe certain investee company criteria. As of December 31, 2017, there were no significant concentrations.

**17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

**A. Transfers of Receivables Reported as Sales**

Not applicable at December 31, 2017 and 2016.

**B. Transfer and Servicing of Financial Assets**

(1) The Company participates in a securities lending program whereby marketable securities in its investment portfolio are transferred to independent brokers or dealers. At December 31, 2017 the fair value of securities loaned was \$5,513,670 and the carrying value of securities loaned was \$5,360,773.

(2) - (7) Not applicable.

**C. Wash Sales**

(1) In the course of the Company's asset management, securities may be sold and reacquired within 30 days of the sale date to enhance the yield on the investments.

(2) At December 31, 2017 and 2016, there were no wash sales involving securities with an NAIC designation of 3 or below or unrated.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans**

**A. Administrative Services Only ("ASO") Plans**

The gain or (loss) from operations from ASO uninsured plans and the uninsured portion of partially insured plans during 2017 was:

	ASO Uninsured Plans	Uninsured Portion of Partially Insured Plans	Total ASO
a. Net reimbursement for administrative expenses (including administrative fees) in excess of (less than) actual	\$ (2,070)	\$ —	\$ (2,070)
b. Total net other income or expenses (including interest paid to or received from plans)	—	—	—
c. Net gain or (loss) from operations	\$ (2,070)	\$ —	\$ (2,070)
d. Total claim payment volume	\$ 36,602,225	\$ —	\$ 36,602,225

**B. Administrative Services Contract ("ASC") Plans**

The gain or (loss) from operations from ASC uninsured plans and the uninsured portion of partially insured plans during 2017 was:

	ASC Uninsured Plans	Uninsured Portion of Partially Insured Plans	Total ASC
a. Gross reimbursement for medical cost incurred	\$ 531,016,270	\$ —	\$ 531,016,270
b. Gross administrative fees accrued	25,935,643	—	25,935,643
c. Other income or expenses (including interest paid to or received from plans)	—	—	—
d. Gross expenses incurred (claims and administrative)	556,981,944	—	556,981,944
e. Total gain or (loss) from operations	\$ (30,031)	\$ —	\$ (30,031)

**C. Medicare or Other Similarly Structured Cost-Based Reimbursement Contract**

- (1) The Company does not record revenue explicitly attributable to the cost share and reinsurance components of administered Medicare products.
- (2) As of December 31, 2017 and 2016, the Company recorded a receivable from Centers for Medicare and Medicaid of \$2,178,460 and \$1,721,433, respectively, related to the cost share and reinsurance components of administered Medicare products, a receivable from the U.S. Department of Health and Human Services of \$0 and \$550,876, respectively, related to cost share and reinsurance components of administered commercial ACA products and amounts receivable from uninsured plans of \$24,147,388 and \$21,282,615, respectively.
- (3) As no revenue is recorded in connection with the cost share and reinsurance components of the Company's reinsurance contracts, the Company has recorded no allowances and reserves for the adjustment of recorded revenues and receivables.
- (4) The Company has made no adjustment to revenue resulting from the audit of receivables related to revenues recorded in the prior period.

**19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

No premiums were written by managing general agents or third party administrators during the years ended December 31, 2017 and 2016.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

20. Fair Value Measurements

A.

(1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total	Net Asset Value ("NAV") Included in Level 2
a. Assets at fair value					
Bonds					
Industrial and miscellaneous	\$ —	\$ 3,111,600	\$ —	\$ —	\$ —
Total bonds	\$ —	\$ 3,111,600	\$ —	\$ —	\$ —
Total assets at fair value	\$ —	\$ 3,111,600	\$ —	\$ —	\$ —

- (2) There are no investments in Level 3 as of December 31, 2017 and 2016.
- (3) The Company's policy is to recognize transfers between Levels, if any, as of the beginning of the reporting period.
- (4) Fair values of fixed maturity securities are based on quoted market prices, where available. These fair values are obtained primarily from third party pricing services, which generally use Level 1 or Level 2 inputs, for the determination of fair value to facilitate fair value measurements and disclosures. United States government securities represent Level 1 securities, while Level 2 securities primarily include corporate securities, securities from states, municipalities and political subdivisions and residential mortgage-backed securities. For Securities not actively traded, the third party pricing services may use quoted market prices of comparable instruments or discounted cash flow analyses, incorporating inputs that are currently observable in the markets for similar securities. Inputs that are often used in the valuation methodologies include, but are not limited to, broker quotes, benchmark yields, credit spreads, default rates and prepayment speeds.

Fair values of equity securities are generally designated as Level 1 and are based on quoted market prices. For certain equity securities, quoted market prices for the identical security are not always available and the fair value is estimated by reference to similar securities for which quoted prices are available. These securities are designated Level 2. The Company has certain equity securities, including private equity securities, for which the fair value is estimated based on each security's current condition and the future cash flow projections. Such securities are designated Level 3. The fair values of these private equity securities are generally based on either broker quotes or discounted cash flow projections using assumptions for inputs such as the weighted-average cost of capital, long-term revenue growth rates and earnings before interest, taxes, depreciation and amortization, or revenue multiples that are not observable in the markets

Certain financial assets are measured at fair value using Level 3 inputs, such as certain non-investment grade bonds and loan-backed securities or investments that are impaired during the year and recorded at fair value.

There have been no significant changes in the valuation techniques during the current period.

B. Fair Value Measurements Under Other Accounting Pronouncements

Not applicable at December 31, 2017 and 2016.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

C. Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)	Net Asset Value ("NAV") Included in Level 2
Bonds	\$ 220,154,476	\$ 217,739,541	\$ 22,171,619	\$ 197,982,857	\$ —	\$ —	\$ —
Short-term investments	16,841,203	16,841,203	16,541,834	299,369	—	—	—
Securities lending collateral asset	5,636,270	5,636,270	2,308,994	3,327,276	—	—	—

D. Not Practicable to Estimate Fair Value

There are no financial instruments that were not practicable to estimate fair value.

21. Other Items

A. Unusual or Infrequent Items

Not applicable at December 31, 2017 and 2016.

B. Troubled Debt Restructuring: Debtors

Not applicable at December 31, 2017 and 2016.

C. Other Disclosures

Land is recorded at cost and other real estate is recorded at cost less accumulated depreciation. Depreciation is computed primarily using the straight-line method over the estimated useful lives of the assets. Real estate was not adjusted to market value at the date of purchase.

Assets in the amount of \$751,545 and \$770,330 at December 31, 2017 and 2016, respectively, were on deposit with government authorities or trustees as required by law.

The Company participates in the Federal Employee Health Benefits Program ("FEHBP") with other Blue Cross Blue Shield Plans. This program includes a fully-insured experience-rated contract, commonly known as the FEP, between the OPM and BCBSA, which acts as an agent for the participating Blue Cross Blue Shield plans. In addition, each participating plan, including the Company, executes a contract with BCBSA which obligates each participating plan to underwrite FEP benefits in its service area.

FEP premium is earned when chargeable benefit costs, allowable expenses or retentions are incurred. Deferred premiums are recorded to offset the FEP liabilities for incurred claims but not reported and claims adjustment expenses that are due from the OPM, when the claims are ultimately paid. Premium rates are developed by BCBSA and negotiated with OPM annually. These rates determine the funds that will be available to the participating Blue Cross Blue Shield plans to provide insurance to Federal employees that enroll with the Blue Cross Blue Shield FEP. The excess of gross premiums for the life of the program over the charges for the life of the program on an accrual basis is accounted for as a rate stabilization reserve (commonly referred to as the special reserve), as required by the contract between OPM and BCBSA. Each year, OPM also allocates a portion of the premiums to a contingency reserve, which may be utilized by the participating plans in the event that annual premiums paid to the insurance carrier are insufficient or the rate stabilization reserve falls below certain levels prescribed by OPM. Premiums paid to the carrier and available to each participating Blue Cross Blue Shield plan, including the special reserve and the contingency reserve, are held at the U.S. Treasury, including amounts unused from prior periods. Any

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
**NOTES TO FINANCIAL STATEMENTS**

premiums that remain in the rate stabilization reserve upon termination of the BCBSA contract after the claims run-out and reimbursement of allowable administrative expenses would be returned to OPM for the benefit of the FEHBP. The FEP contract renews automatically each year unless written notice of termination is given by either party.

In accordance with the FEP contract, premium funds that exceed daily operating needs are held on behalf of the Company in letter of credit accounts at the U.S. Treasury to provide funding for claims, administrative expenses, and other charges to the contract. The Company, along with other Blue Cross Blue Shield plans who participate in the FEHBP contract, have an unrestricted right to draw funds being held in the U.S. Treasury, other than those allocated to the contingency reserve, for any valid claim or expense. If the balance of the special reserve is exhausted or falls below certain prescribed levels, OPM will transfer funds from the contingency reserve to the special reserve to the extent that funds are available in the contingency reserve. Amounts incurred in excess of the total reserves held at the U.S. Treasury for the FEP would not be reimbursed to the Company.

The Company has recorded its allocable share of the special reserve funds held in the U.S. Treasury as an asset, with an equivalent amount recorded as a rate stabilization reserve. These amounts are \$65,322,456 and \$59,937,915 as of December 31, 2017 and 2016, respectively, and are included in aggregate write-ins for other than invested assets and in health policy reserves in the accompanying balance sheets.

FEP represented approximately 39.6% and 49.4% of premiums receivable as of December 31, 2017 and 2016, respectively. FEP represented approximately 17.8% and 18.8% of net premiums written for the years ended December 31, 2017 and 2016, respectively.

**D. Business Interruption Insurance Recoveries**

The Company has reported no recoveries for business interruption for the years ended December 31, 2017 and 2016.

**E. State Transferable and Non-Transferable Tax Credits**

The Company did not have state transferable tax credits at December 31, 2017 and 2016.

**F. Subprime Mortgage-Related Risk Exposure**

- (1) The Company's investment strategy of providing safety and preservation of capital, sufficient liquidity to meet cash flow requirements and the attainment of a competitive after-tax investment return is supported by a well diversified portfolio consisting of many different types of investments. The portion of the Company's investment portfolio with subprime mortgage-related risk exposure is relatively small in comparison to the overall investment portfolio, and consists mainly of investment grade securities with no exposure to collateralized debt obligations. All mortgage related investments are monitored closely as part of the quarterly investment review performed by the Anthem Investment Impairment Review Committee.
- (2) The Company did not carry investments in subprime mortgage loans in its portfolio at December 31, 2017 or 2016.
- (3) The Company did not have subprime mortgage-related risk exposure at December 31, 2017 or 2016.
- (4) The Company did not underwrite Mortgage Guaranty or Financial Guaranty insurance coverage at December 31, 2017 or 2016.



ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

G. Retained Assets

The Company does not have retained assets at December 31, 2017 and 2016.

H. Insurance-Linked Securities Contracts

Not applicable.

22. Events Subsequent

The Company is subject to an annual fee under section 9010 of the ACA. A health insurance company’s portion of the annual fee becomes payable once the entity provides health insurance for any U.S. health risk for each calendar year beginning on or after January 1 of the year the fee is due. The annual fee under section 9010 of the ACA was suspended for 2017 and resumed for 2018.

	Current Year	Prior Year
A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the Federal Affordable Care Act (YES/NO)?	Yes	
B. ACA fee assessment payable for the upcoming year	\$ 21,034,623	\$ —
C. ACA fee assessment paid	\$ —	\$ 16,171,416
D. Premium written subject to ACA 9010 assessment	\$ 1,060,478,726	\$ 969,934,934
E. Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 14)	\$ 165,385,260	
F. Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 14 minus Line 22B above).	\$ 144,350,637	
G. Authorized Control Level (Five-Year Historical Line 15)	\$ 27,389,407	
H. Would reporting the ACA assessment as of December 31, 2017 have triggered an RBC action level (YES/NO)?	No	

Subsequent events have been considered through February 27, 2017 for the statutory statement issued on February 28, 2017. There were no other events occurring subsequent to December 31, 2017 requiring recognition or disclosure.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

(1) Are any of the reinsurers that are listed in Schedule S as non-affiliated owned in excess of 10% or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company?

Yes ( ) No (X)

If yes, give full details.

(2) Have any policies issued by the Company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled, directly or indirectly, by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes ( ) No (X)

(3) If yes, give full details.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.  
NOTES TO FINANCIAL STATEMENTS

**Section 2 - Ceded Reinsurance Report - Part A**

- (1) Does the Company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

Yes ( ) No (X)

If yes, give full details.

- (2) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes ( ) No (X)

If yes, give full details.

**Section 3 - Ceded Reinsurance Report - Part B**

- (1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the Company may consider the current or anticipated experience of the business reinsured in making this estimate.

\$281,683

- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the Company as of the effective date of the agreement?

Yes ( ) No (X)

If yes, give full details.

**B. Uncollectible Reinsurance**

The Company has no uncollectible reinsurance at December 31, 2017 and 2016.

**C. Commutation of Ceded Reinsurance**

The Company has not commuted ceded reinsurance during 2017 and 2016.

**D. Certified Reinsurer Rating Downgraded or Status Subject Revocation**

The Company has no downgraded certified reinsurer ratings or status subject to revocations during 2017 and 2016.

**24. Retrospectively Rated Contracts & Contracts Subject to Redetermination**

- A.** The Company sells accident and health policies for which the premiums vary based on loss experience. The Company estimates retrospective premium adjustments through the review of each retrospectively rated account, comparing the claim development with that anticipated in the policy contracts.



ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

- B.** The Company records accrued retrospective premium as an adjustment to earned premium.
- C.** The amount of net premiums written by the Company at December 31, 2017 and 2016 that were subject to retrospective rating features was \$1,096,426,458 and \$1,002,015,991, respectively, which represented 94.0% and 94.0%, respectively, of the total net premiums written.
- D.** Not applicable
- E.** Risk-Sharing Provisions of the ACA

(1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO)?	Yes
(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year	
a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment	\$ 1,152,846
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	\$ 62,009
3. Premium adjustments payable due to ACA Risk Adjustment	\$ 9,070,115
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	\$ (6,318,613)
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	\$ 66,514
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	\$ 582,818
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (contra liability)	\$ —
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	\$ —
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$ —
5. Ceded reinsurance premiums payable due to ACA Reinsurance	\$ —
6. Liability for amounts held under uninsured plans contributions for ACA Reinsurance	\$ —
Operations (Revenue & Expense)	
7. Ceded reinsurance premiums due to ACA Reinsurance	\$ —
8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	\$ 281,683
9. ACA Reinsurance contributions - not reported as ceded premium	\$ —
c. Temporary ACA Risk Corridors Program	
Assets	
1. Accrued retrospective premium due to ACA Risk Corridors	\$ —
Liabilities	
2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	\$ —
Operations (Revenue & Expense)	
3. Effect of ACA Risk Corridors on net premium income (paid/received)	\$ —
4. Effect of ACA Risk Corridors on change in reserves for rate credits	\$ —

Line items where the amount is zero is due to no balance and/or no activity as of the reporting date.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

(3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance.

		Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
						Prior Year Accrued Less Payments (Col 1-3)	Prior Year Accrued Less Payments (Col 2-4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1-3+7)	Cumulative Balance from Prior Years (Col 2-4+8)
		1	2	3	4	5	6	7	8	9	10	
Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program												
1.	Premium adjustments receivable	\$ 285,671	\$ —	\$ 1,897,677	\$ —	\$(1,612,006)	\$ —	\$ 1,612,006	\$ —	A	\$ —	\$ —
2.	Premium adjustments (payable)	\$ —	\$ 5,010,423	\$ —	\$ 5,023,773	\$ —	\$ (13,350)	\$ —	\$ 13,350	B	\$ —	\$ —
3.	Subtotal ACA Permanent Risk Adjustment Program	\$ 285,671	\$ 5,010,423	\$ 1,897,677	\$ 5,023,773	\$(1,612,006)	\$ (13,350)	\$ 1,612,006	\$ 13,350		\$ —	\$ —
b. Transitional ACA Reinsurance Program												
1.	Amounts recoverable for claims paid	\$ 3,561,289	\$ —	\$ 3,647,713	\$ —	\$ (86,424)	\$ —	\$ 669,242	\$ —	C	\$ 582,818	\$ —
2.	Amounts recoverable for claims unpaid (contra liability)	\$ 387,560	\$ —	\$ —	\$ —	\$ 387,560	\$ —	\$ (387,560)	\$ —	D	\$ —	\$ —
3.	Amounts receivable relating to uninsured plans	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	E	\$ —	\$ —
4.	Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$ —	\$ 811,079	\$ —	\$ 811,079	\$ —	\$ —	\$ —	\$ —	F	\$ —	\$ —
5.	Ceded reinsurance premiums payable	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	G	\$ —	\$ —
6.	Liability for amounts held under uninsured plans	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	H	\$ —	\$ —
7.	Subtotal ACA Transitional Reinsurance Program	\$ 3,948,849	\$ 811,079	\$ 3,647,713	\$ 811,079	\$ 301,136	\$ —	\$ 281,682	\$ —		\$ 582,818	\$ —
c. Temporary ACA Risk Corridors Program												
1.	Accrued retrospective premium	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	I	\$ —	\$ —
2.	Reserve for rate credits or policy experience rating refunds	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	J	\$ —	\$ —
3.	Subtotal ACA Risk Corridors Program	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —		\$ —	\$ —
d. Total for ACA Risk Sharing Provisions												
		\$ 4,234,520	\$ 5,821,502	\$ 5,545,390	\$ 5,834,852	\$(1,310,870)	\$ (13,350)	\$ 1,893,688	\$ 13,350		\$ 582,818	\$ —

Explanations of Adjustments

- A Adjustments were made to reflect the ending balance as reported in the Centers for Medicare & Medicaid Services "Summary Report on Transitional Reinsurance Payments and Permanent Risk Adjustment Transfers for the 2016 Benefit Year."
- B Adjustments were made to reflect the ending balance as reported in the Centers for Medicare & Medicaid Services "Summary Report on Transitional Reinsurance Payments and Permanent Risk Adjustment Transfers for the 2016 Benefit Year."
- C Adjustments were made to reflect the ending balance as reported in the Centers for Medicare & Medicaid Services "Summary Report on Transitional Reinsurance Payments and Permanent Risk Adjustment Transfers for the 2016 Benefit Year" and "2015 Benefit Year Adjusted Final Reinsurance (RI) Report".
- D Adjustments were made to reflect the ending balance as reported in the Centers for Medicare & Medicaid Services "Summary Report on Transitional Reinsurance Payments and Permanent Risk Adjustment Transfers for the 2016 Benefit Year."
- E Not applicable.
- F Not applicable.
- G Not applicable.
- H Not applicable.
- I Not applicable.
- J Not applicable.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

(4) Roll-Forward of Risk Corridors Asset and Liability Balances by Program Benefit Year.

Risk Corridors Program Year	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col 1 - 3 + 7)	Cumulative Balance from Prior Years (Col 2 - 4 + 8)
	1	2	3	4	5	6	7	8		9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
a. 2015											
1. Accrued retrospective premium	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	A	\$ —	\$ —
2. Reserve for rate credits for policy experience rating refunds	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	B	\$ —	\$ —
b. 2016											
1. Accrued retrospective premium	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	C	\$ —	\$ —
2. Reserve for rate credits for policy experience rating refunds	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	D	\$ —	\$ —
c. 2017											
1. Accrued retrospective premium	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	E	\$ —	\$ —
2. Reserve for rate credits for policy experience rating refunds	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	F	\$ —	\$ —
d. Total for Risk Corridors	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —		\$ —	\$ —

Explanations of adjustments

- A Not applicable.
- B Not applicable.
- C Not applicable.
- D Not applicable.
- E Not applicable.
- F Not applicable.

24E(4)d (Columns 1 through 10) should equal 24E(3)c3 (Column 1 through 10 respectively)

(5) ACA Risk Corridors Receivable as of Reporting Date.

Risk Corridors Program Year	1	2	3	4	5	6
	Estimated Amount to be Filed or Final Amount Filed with CMS	Non-Accrued Amounts for Impairment or Other Reasons	Amounts received from CMS	Asset Balance (Gross of Non-admissions) (1 - 2 - 3)	Non-admitted Amount	Net Admitted Asset (4 - 5)
a. 2015	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
b. 2016	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
c. 2017	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
d. Total (a + b + c)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

24E(5)d (Columns 4) should equal 24E(3)c1 (Column 9)

24E(5)d (Columns 6) should equal 24E(2)c1

25. Change in Incurred Claims and Claim Adjustment Expenses

- A. The estimated cost of claims and claim adjustment expense attributable to insured events of prior years decreased by \$4,216,622 during 2017. This is approximately 3.6% of unpaid claims and claim adjustment expenses of \$115,760,046 as of December 31, 2016. The redundancy reflects the decreases in estimated claims and claims adjustment expenses as a result of claims payment during the year, and as additional information is received regarding claims incurred prior to 2017. Recent claim development trends are also taken into account in evaluating the overall adequacy of unpaid claims and unpaid claim adjustment expense.
- B. There were no significant changes in methodologies and assumptions used in calculating the liability for unpaid losses and loss adjustment expenses.

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

NOTES TO FINANCIAL STATEMENTS

26. Intercompany Pooling Arrangements

Not applicable at December 31, 2017 and 2016.

27. Structured Settlements

Not applicable at December 31, 2017 and 2016.

28. Health Care Receivables

A. Pharmaceutical Rebate Receivables

During 2017, the Company sold \$15,867,271 of pharmaceutical rebate receivables without recourse to Blue Cross of California, an affiliated entity. The proceeds received by the Company represented the expected pharmaceutical rebates recoverable in 90 days or more, less a \$(79,336) discount fee.

Quarter	Estimated Pharmacy Rebates as Reported on Financial Statements	Pharmacy Rebates as Billed or Otherwise Confirmed	Actual Rebates Received Within 90 Days of Billing	Actual Rebates Received Within 91 to 180 Days of Billing	Actual Rebates Received More Than 180 Days After Billing
12/31/2017	\$ 8,686,761	\$ 7,475,276	\$ 3,397,650	\$ —	\$ —
9/30/2017	12,314,689	11,871,935	11,225,287	—	—
6/30/2017	12,809,839	11,882,612	55,764	11,714,467	—
3/31/2017	10,966,606	10,794,216	64,301	10,061,259	528,843
12/31/2016	10,477,292	9,895,887	520,269	8,811,362	526,416
9/30/2016	9,603,693	9,483,846	5,102	9,181,737	238,062
6/30/2016	8,836,789	9,017,936	3,262	8,343,682	627,824
3/31/2016	8,772,272	8,979,035	395,123	6,503,753	2,040,613
12/31/2015	7,674,849	8,038,878	412,812	7,217,746	424,010
9/30/2015	7,375,364	7,788,558	365,693	7,159,943	315,362
6/30/2015	6,996,664	7,529,446	353,603	5,932,903	1,238,424
3/31/2015	6,746,713	6,780,323	280,054	5,928,819	539,485

B. Risk Sharing Receivables

Not applicable at December 31, 2017 and 2016.

29. Participating Policies

Not applicable at December 31, 2017 and 2016.

30. Premium Deficiency Reserves

The Company had no liabilities related to premium deficiency reserves as of December 31, 2017 and 2016.

31. Anticipated Salvage and Subrogation

The Company took into account estimated anticipated subrogation and other recoveries in its determination of the liability for unpaid claims and reduced the liability by \$2,872,000 and \$2,083,000 at December 31, 2017 and 2016, respectively.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES  
GENERAL

1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? .....  
If yes, complete Schedule Y, Parts 1, 1A and 2

Yes [ X ] No [ ]

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? .....

Yes [ X ] No [ ] N/A [ ]

1.3

State Regulating? .....

Maine

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? .....

Yes [ ] No [ X ]

2.2

If yes, date of change: .....

3.1

State as of what date the latest financial examination of the reporting entity was made or is being made. ....

12/31/2013

3.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. ....

12/31/2013

3.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ....

06/29/2015

3.4

By what department or departments?  
State of Maine Bureau of Insurance .....

3.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? .....

Yes [ ] No [ ] N/A [ X ]

3.6

Have all of the recommendations within the latest financial examination report been complied with? .....

Yes [ ] No [ ] N/A [ X ]

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.11 sales of new business? .....  
4.12 renewals? .....

Yes [ ] No [ X ]  
Yes [ ] No [ X ]

4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.21 sales of new business? .....  
4.22 renewals? .....

Yes [ ] No [ X ]  
Yes [ ] No [ X ]

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? .....

Yes [ ] No [ X ]

5.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile

6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? .....

Yes [ ] No [ X ]

6.2

If yes, give full information: .....

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? .....

Yes [ ] No [ X ]

7.2

If yes,  
7.21 State the percentage of foreign control; .....  
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1	2
Nationality	Type of Entity

GENERAL INTERROGATORIES

- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? .....

Yes [ ] No [ X ]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.  
.....
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms? .....

Yes [ ] No [ X ]
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.  
.....

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC
.....	.....				

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
Ernst & Young LLP, 155 North Wacker Drive, Chicago, IL 60606
- 10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? .....

Yes [ ] No [ X ]
- 10.2

If the response to 10.1 is yes, provide information related to this exemption:  
.....
- 10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? .....

Yes [ ] No [ X ]
- 10.4

If the response to 10.3 is yes, provide information related to this exemption:  
.....
- 10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? .....

Yes [ X ] No [ ] N/A [ ]
- 10.6

If the response to 10.5 is no or n/a, please explain  
.....
11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?  
Mark Justus, Valuation Actuary (officer and employee): 120 Monument Circle, Indianapolis, IN 46204 .....
- 12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? .....

Yes [ ] No [ X ]
- 12.11

Name of real estate holding company .....
- 12.12

Number of parcels involved .....
- 12.13

Total book/adjusted carrying value .....

\$ .....
- 12.2

If, yes provide explanation:  
.....
13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?  
.....
- 13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? .....

Yes [ ] No [ ]
- 13.3

Have there been any changes made to any of the trust indentures during the year? .....

Yes [ ] No [ ]
- 13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? .....

Yes [ ] No [ ] N/A [ ]
- 14.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? .....

Yes [ X ] No [ ]
- (a)

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b)

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c)

Compliance with applicable governmental laws, rules and regulations;
- (d)

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e)

Accountability for adherence to the code.
- 14.11

If the response to 14.1 is No, please explain:  
.....
- 14.2

Has the code of ethics for senior managers been amended? .....

Yes [ X ] No [ ]
- 14.21

If the response to 14.2 is yes, provide information related to amendment(s).  
The Anthem Standards of Ethical Business Conduct applies to all associates, management, officers and directors of Anthem. In December 2017 the code of conduct was revised for the following a) reporting misconduct and ethics concerns (page 9) was updated to include information about the Ethics and Compliance Resource Center and to reflect that the helpline is being managed by a third party, b) gift policy offering (page 28) to reflect that any gifts offered to a foreign government official must be pre-approved by Anthems Chief Compliance Officer in addition to the highest level leader of the business unit offering the gift, c) Business Entertainment (page 29) updated for policy changes related to obtaining approval of business entertainment offered or received requires Executive Vice President pre-approval and a new tracking/approval tool must be used, and d) minor administrative changes regarding updates to policy links contained within the code. ....
- 14.3

Have any provisions of the code of ethics been waived for any of the specified officers? .....

Yes [ ] No [ X ]
- 14.31

If the response to 14.3 is yes, provide the nature of any waiver(s).  
.....

GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes ☐ No ☒
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2  Issuing or Confirming Bank Name	3  Circumstances That Can Trigger the Letter of Credit	4  Amount

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes ☒ No ☐
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes ☒ No ☐
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? Yes ☒ No ☐

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes ☐ No ☒
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers\$0

20.12 To stockholders not officers\$0

20.13 Trustees, supreme or grand (Fraternal Only)\$0
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers\$0

20.22 To stockholders not officers\$0

20.23 Trustees, supreme or grand (Fraternal Only)\$0
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes ☐ No ☒
- 21.2 If yes, state the amount thereof at December 31 of the current year:

21.21 Rented from others\$0

21.22 Borrowed from others\$0

21.23 Leased from others\$0

21.24 Other\$0
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes ☒ No ☐
- 22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment\$0

22.22 Amount paid as expenses\$0

22.23 Other amounts paid\$1,132,560
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes ☒ No ☐
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:\$16,013,029

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes ☒ No ☐
- 24.02 If no, give full and complete information relating thereto
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided) Please see Notes 5H and 17.
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes ☒ No ☐ N/A ☐
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs.\$5,636,270
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs.\$
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes ☒ No ☐ N/A ☐
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes ☒ No ☐ N/A ☐
- 24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? Yes ☒ No ☐ N/A ☐

GENERAL INTERROGATORIES

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	5,636,270
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	5,636,270
24.103	Total payable for securities lending reported on the liability page.	\$	5,636,270

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes ☒ No ☐

25.2	If yes, state the amount thereof at December 31 of the current year:	25.21 Subject to repurchase agreements	\$	
		25.22 Subject to reverse repurchase agreements	\$	
		25.23 Subject to dollar repurchase agreements	\$	
		25.24 Subject to reverse dollar repurchase agreements	\$	
		25.25 Placed under option agreements	\$	
		25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	\$	
		25.27 FHLB Capital Stock	\$	
		25.28 On deposit with states	\$	751,545
		25.29 On deposit with other regulatory bodies	\$	
		25.30 Pledged as collateral - excluding collateral pledged to an FHLB	\$	
		25.31 Pledged as collateral to FHLB - including assets backing funding agreements	\$	
		25.32 Other	\$	

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes ☐ No ☒

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes ☐ No ☐ N/A ☒  
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes ☐ No ☒

27.2 If yes, state the amount thereof at December 31 of the current year. \$

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes ☒ No ☐

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
Bank of New York Mellon Corporation	New York, NY

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes ☐ No ☒

28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason



GENERAL INTERROGATORIES

28.05 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts"; "...handle securities"]

1 Name of Firm or Individual	2 Affiliation
Anthem Internal .....	I.....
McDonnell Investment Management, LLC .....	U.....
Pacific Investment Management Company .....	U.....
.....	.....

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?..... Yes [ X ] No [ ]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets?..... Yes [ ] No [ X ]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
113878 .....	McDonnell Investment Management, LLC .....	.....	Securities Exchange Commission .....	NO.....
104559 .....	Pacific Investment Management Company .....	549300KGPYQZXGMYYN38 .....	Securities Exchange Commission .....	NO.....
.....	.....	.....	.....	.....

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? ..... Yes [ ] No [ X ]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....	.....	.....
29.2999 - Total		0

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....	.....	.....	.....
.....	.....	.....	.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds .....	218,038,910	220,453,845	2,414,935
30.2 Preferred stocks .....	0	.....	0
30.3 Totals	218,038,910	220,453,845	2,414,935

30.4 Describe the sources or methods utilized in determining the fair values:  
Fair values were obtained from third-party pricing sources. If a security was not priced by a third-party pricing source, internal analytical systems or broker quotes were utilized. ....

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? ..... Yes [ ] No [ X ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? ..... Yes [ ] No [ ]

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:  
N/A .....

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? ..... Yes [ X ] No [ ]

32.2 If no, list exceptions:  
N/A .....

GENERAL INTERROGATORIES

33. By self-designating 5\*GI securities, the reporting entity is certifying the following elements of each self-designated 5\*GI security:
- a. Documentation necessary to permit a full credit analysis of the security does not exist.
  - b. Issuer or obligor is current on all contracted interest and principal payments.
  - c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5\*GI securities? ..... Yes [ ] No [ X ]

OTHER

34.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .....\$ .....162,517

34.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Blue Cross Blue Shield Association .....	.....162,517
.....	.....

35.1 Amount of payments for legal expenses, if any? .....\$ .....1,105,880

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
ROACH RUPRECHT SANCHEZ & BISCHOFF PC .....	.....357,924
.....	.....

36.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? .....\$ .....73,025

36.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
Mitchell Tardy Government Affairs .....	.....63,000
.....	.....

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

Lobbying expenses disclosed reflect amounts reported in the Lobbyist Disclosure Reports filed with the Secretary of State as well as the cost of external contractors who provided lobbying services to the Company. The amount may include expenses that may have been paid by an affiliate on behalf of the Company and, as a result, may not be included in the Underwriting Gain reported on page 4 of the 2017 Annual Statement.

GENERAL INTERROGATORIES

PART 2 - HEALTH INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [ X ] No [ ]

1.2

If yes, indicate premium earned on U.S. business only.

\$ 46,588,830

1.3

What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?

\$ 0

1.31

Reason for excluding

1.4

Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above

\$ 0

1.5

Indicate total incurred claims on all Medicare Supplement Insurance.

\$ 36,671,243

1.6

Individual policies:

Most current three years:

1.61

Total premium earned

\$ 9,981,774

1.62

Total incurred claims

\$ 8,198,415

1.63

Number of covered lives

5,167

All years prior to most current three years:

1.64

Total premium earned

\$ 36,607,056

1.65

Total incurred claims

\$ 28,472,828

1.66

Number of covered lives

14,644

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$ 0

1.72

Total incurred claims

\$ 0

1.73

Number of covered lives

0

All years prior to most current three years:

1.74

Total premium earned

\$ 0

1.75

Total incurred claims

\$ 0

1.76

Number of covered lives

0

2.

Health Test:

1

Current Year

2

Prior Year

2.1

Premium Numerator

1,166,212,7591,066,001,267

2.2

Premium Denominator

1,166,212,7591,066,001,267

2.3

Premium Ratio (2.1/2.2)

1.0001.000

2.4

Reserve Numerator

261,761,841196,946,458

2.5

Reserve Denominator

261,761,841196,946,458

2.6

Reserve Ratio (2.4/2.5)

1.0001.000

3.1

Has the reporting entity received any endowment or gift from contracting hospitals, physicians, dentists, or others that is agreed will be returned when, as and if the earnings of the reporting entity permits?

Yes [ ] No [ X ]

3.2

If yes, give particulars:

4.1

Have copies of all agreements stating the period and nature of hospitals', physicians', and dentists' care offered to subscribers and dependents been filed with the appropriate regulatory agency?

Yes [ X ] No [ ]

4.2

If not previously filed, furnish herewith a copy(ies) of such agreement(s). Do these agreements include additional benefits offered?

Yes [ ] No [ ]

5.1

Does the reporting entity have stop-loss reinsurance?

Yes [ ] No [ X ]

5.2

If no, explain:  
Anthem, Inc. has financial reserves available to cover catastrophic losses. Also see the response to question 6 below.

5.3

Maximum retained risk (see instructions)

5.31

Comprehensive Medical

\$

5.32

Medical Only

\$

5.33

Medicare Supplement

\$

5.34

Dental & Vision

\$

5.35

Other Limited Benefit Plan

\$

5.36

Other

\$

6.

Describe arrangement which the reporting entity may have to protect subscribers and their dependents against the risk of insolvency including hold harmless provisions, conversion privileges with other carriers, agreements with providers to continue rendering services, and any other agreements:  
If the company becomes insolvent, Anthem, Inc. has agreed to the full extent of its assets, to assume all contractual and financial obligations of the Company. Effective July 1, 2000, the Company entered into an Insolvency Agreement with Anthem Insurance Companies, Inc. ("AICI"), whereby AICI reinsures certain liabilities in the event of the Company's insolvency, in accordance with Condition 11 of the Decision and Order of the Superintendent of Insurance dated May 25, 2000. The majority of provider and professional contracts include Hold Harmless provisions.

7.1

Does the reporting entity set up its claim liability for provider services on a service date basis?

Yes [ X ] No [ ]

7.2

If no, give details  
If the Company becomes insolvent, Anthem, Inc. has agreed to the full extent of its assets, to assume all contractual and financial obligations of the Company.

8.

Provide the following information regarding participating providers:

8.1

Number of providers at start of reporting year

6,587

8.2

Number of providers at end of reporting year

7,455

9.1

Does the reporting entity have business subject to premium rate guarantees?

Yes [ X ] No [ ]

9.2

If yes, direct premium earned:

9.21

Business with rate guarantees between 15-36 months.

\$ 719,366

9.22

Business with rate guarantees over 36 months

\$ 0

GENERAL INTERROGATORIES

10.1

Does the reporting entity have Incentive Pool, Withhold or Bonus Arrangements in its provider contracts?

Yes [ X ] No [ ]

10.2

If yes:

10.21

Maximum amount payable bonuses

\$ 3,916,151

10.22

Amount actually paid for year bonuses

\$ 6,759,532

10.23

Maximum amount payable withholds

\$ 0

10.24

Amount actually paid for year withholds

\$ 0

11.1

Is the reporting entity organized as:

11.12

A Medical Group/Staff Model,

Yes [ ] No [ X ]

11.13

An Individual Practice Association (IPA), or,

Yes [ ] No [ X ]

11.14

A Mixed Model (combination of above)?

Yes [ ] No [ X ]

11.2

Is the reporting entity subject to Statutory Minimum Capital and Surplus Requirements?

Yes [ X ] No [ ]

11.3

If yes, show the name of the state requiring such minimum capital and surplus.

Maine

11.4

If yes, show the amount required.

\$ 68,473,518

11.5

Is this amount included as part of a contingency reserve in stockholder's equity?

Yes [ ] No [ X ]

11.6

If the amount is calculated, show the calculation

250% of Health Risk-Based Capital Authorized Control Level (250% x 27,389,407)

12. List service areas in which reporting entity is licensed to operate:

1
Name of Service Area
State of Maine

13.1

Do you act as a custodian for health savings accounts?

Yes [ ] No [ X ]

13.2

If yes, please provide the amount of custodial funds held as of the reporting date.

\$

13.3

Do you act as an administrator for health savings accounts?

Yes [ ] No [ X ]

13.4

If yes, please provide the balance of funds administered as of the reporting date.

\$

14.1

Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers?

Yes [ ] No [ X ] N/A [ ]

14.2

If the answer to 14.1 is yes, please provide the following:

1	2	3	4	Assets Supporting Reserve Credit		
				5	6	7
Company Name	NAIC Company Code	Domiciliary Jurisdiction	Reserve Credit	Letters of Credit	Trust Agreements	Other

15.

Provide the following for individual ordinary life insurance\* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):

15.1

Direct Premium Written

\$

15.2

Total Incurred Claims

\$

15.3

Number of Covered Lives

*Ordinary Life Insurance Includes
Term(whether full underwriting, limited underwriting, jet issue, "short form app")
Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app")
Variable Life (with or without secondary gurantee)
Universal Life (with or without secondary gurantee)
Variable Universal Life (with or without secondary gurantee)

FIVE-YEAR HISTORICAL DATA

	1 2017	2 2016	3 2015	4 2014	5 2013
<b>Balance Sheet</b> (Pages 2 and 3)					
1. Total admitted assets (Page 2, Line 28) .....	497,962,958	408,406,115	397,874,610	386,331,134	417,586,557
2. Total liabilities (Page 3, Line 24) .....	332,577,698	257,958,186	243,869,220	245,114,594	254,457,790
3. Statutory minimum capital and surplus requirement .....	68,473,518	72,552,363	67,438,168	54,129,572	53,969,483
4. Total capital and surplus (Page 3, Line 33) .....	165,385,260	150,447,929	154,005,390	141,216,540	163,128,767
<b>Income Statement</b> (Page 4)					
5. Total revenues (Line 8) .....	1,139,542,290	1,062,877,705	1,034,467,608	1,017,422,645	1,030,801,403
6. Total medical and hospital expenses (Line 18) .....	998,869,272	931,060,035	894,409,814	881,762,936	880,921,157
7. Claims adjustment expenses (Line 20) .....	31,989,954	28,631,538	26,622,661	25,002,895	29,079,545
8. Total administrative expenses (Line 21) .....	61,119,570	74,125,499	78,786,392	82,569,667	62,677,317
9. Net underwriting gain (loss) (Line 24) .....	47,563,494	29,363,356	35,771,567	26,661,598	58,123,384
10. Net investment gain (loss) (Line 27) .....	8,454,429	7,567,511	8,141,889	9,176,727	10,485,058
11. Total other income (Lines 28 plus 29) .....	225,574	(522,058)	19,675	34,638	89,344
12. Net income or (loss) (Line 32) .....	37,741,037	19,094,673	22,173,708	19,151,955	48,369,863
<b>Cash Flow</b> (Page 6)					
13. Net cash from operations (Line 11) .....	86,955,567	22,173,803	19,255,584	11,995,582	56,132,420
<b>Risk-Based Capital Analysis</b>					
14. Total adjusted capital .....	165,385,260	150,447,929	154,005,390	141,216,540	163,128,767
15. Authorized control level risk-based capital .....	27,389,407	29,020,945	26,975,267	21,651,829	21,587,793
<b>Enrollment</b> (Exhibit 1)					
16. Total members at end of period (Column 5, Line 7) .....	382,011	379,610	318,477	314,817	322,828
17. Total members months (Column 6, Line 7) .....	4,670,930	4,216,388	3,826,114	3,829,227	3,948,805
<b>Operating Percentage</b> (Page 4) (Item divided by Page 4, sum of Lines 2, 3 and 5) x 100.0					
18. Premiums earned plus risk revenue (Line 2 plus Lines 3 and 5) .....	100.0	100.0	100.0	100.0	100.0
19. Total hospital and medical plus other non-health (Lines 18 plus Line 19) .....	87.7	87.6	86.5	86.7	85.5
20. Cost containment expenses .....	1.6	1.5	1.3	1.3	1.6
21. Other claims adjustment expenses .....	1.2	1.2	1.3	1.2	1.2
22. Total underwriting deductions (Line 23) .....	95.8	97.2	96.5	97.4	94.4
23. Total underwriting gain (loss) (Line 24) .....	4.2	2.8	3.5	2.6	5.6
<b>Unpaid Claims Analysis</b> (U&I Exhibit, Part 2B)					
24. Total claims incurred for prior years (Line 13, Col. 5) .....	106,626,639	92,135,910	83,739,728	89,938,235	85,336,984
25. Estimated liability of unpaid claims-[prior year (Line 13, Col. 6)] .....	113,008,713	102,787,643	92,486,810	90,986,279	93,174,550
<b>Investments In Parent, Subsidiaries and Affiliates</b>					
26. Affiliated bonds (Sch. D Summary, Line 12, Col. 1) .....					
27. Affiliated preferred stocks (Sch. D Summary, Line 18, Col. 1) .....					
28. Affiliated common stocks (Sch. D Summary, Line 24, Col. 1) .....					
29. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10) .....	0	0	0	0	0
30. Affiliated mortgage loans on real estate .....					
31. All other affiliated .....					
32. Total of above Lines 26 to 31 .....	0	0	0	0	0
33. Total investment in parent included in Lines 26 to 31 above.					

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [        ] No [        ]

If no, please explain: .....

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

**SCHEDULE T PREMIUMS AND OTHER CONSIDERATIONS**

Allocated by States and Territories										
			1	Direct Business Only						
				2	3	4	5 Federal Employees Health Benefits Plan Premiums	6 Life & Annuity Premiums & Other Considerations	7 Property/ Casualty Premiums	8 Total Columns 2 Through 7
States, etc.			Active Status	Accident & Health Premiums	Medicare Title XVIII	Medicaid Title XIX				
1.	Alabama	AL	N							.0
2.	Alaska	AK	N							.0
3.	Arizona	AZ	N							.0
4.	Arkansas	AR	N							.0
5.	California	CA	N							.0
6.	Colorado	CO	N							.0
7.	Connecticut	CT	N							.0
8.	Delaware	DE	N							.0
9.	District of Columbia	DC	N							.0
10.	Florida	FL	N							.0
11.	Georgia	GA	N							.0
12.	Hawaii	HI	N							.0
13.	Idaho	ID	N							.0
14.	Illinois	IL	N							.0
15.	Indiana	IN	N							.0
16.	Iowa	IA	N							.0
17.	Kansas	KS	N							.0
18.	Kentucky	KY	N							.0
19.	Louisiana	LA	N							.0
20.	Maine	ME	L	917,606,856	41,544,157		207,119,588			1,166,270,601
21.	Maryland	MD	N							.0
22.	Massachusetts	MA	N							.0
23.	Michigan	MI	N							.0
24.	Minnesota	MN	N							.0
25.	Mississippi	MS	N							.0
26.	Missouri	MO	N							.0
27.	Montana	MT	N							.0
28.	Nebraska	NE	N							.0
29.	Nevada	NV	N							.0
30.	New Hampshire	NH	N							.0
31.	New Jersey	NJ	N							.0
32.	New Mexico	NM	N							.0
33.	New York	NY	N							.0
34.	North Carolina	NC	N							.0
35.	North Dakota	ND	N							.0
36.	Ohio	OH	N							.0
37.	Oklahoma	OK	N							.0
38.	Oregon	OR	N							.0
39.	Pennsylvania	PA	N							.0
40.	Rhode Island	RI	N							.0
41.	South Carolina	SC	N							.0
42.	South Dakota	SD	N							.0
43.	Tennessee	TN	N							.0
44.	Texas	TX	N							.0
45.	Utah	UT	N							.0
46.	Vermont	VT	N							.0
47.	Virginia	VA	N							.0
48.	Washington	WA	N							.0
49.	West Virginia	WV	N							.0
50.	Wisconsin	WI	N							.0
51.	Wyoming	WY	N							.0
52.	American Samoa	AS	N							.0
53.	Guam	GU	N							.0
54.	Puerto Rico	PR	N							.0
55.	U.S. Virgin Islands	VI	N							.0
56.	Northern Mariana Islands	MP	N							.0
57.	Canada	CAN	N							.0
58.	Aggregate other alien	OT	XXX	.0	.0	.0	.0	.0	.0	.0
59.	Subtotal		XXX	917,606,856	41,544,157	.0	207,119,588	.0	1,166,270,601	.0
60.	Reporting entity contributions for Employee Benefit Plans		XXX							.0
61.	Total (Direct Business)	(a)	1	917,606,856	41,544,157	0	207,119,588	0	1,166,270,601	0
DETAILS OF WRITE-INS										
58001.			XXX							
58002.			XXX							
58003.			XXX							
58998.	Summary of remaining write-ins for Line 58 from overflow page		XXX	.0	.0	.0	.0	.0	.0	.0
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)		XXX	0	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

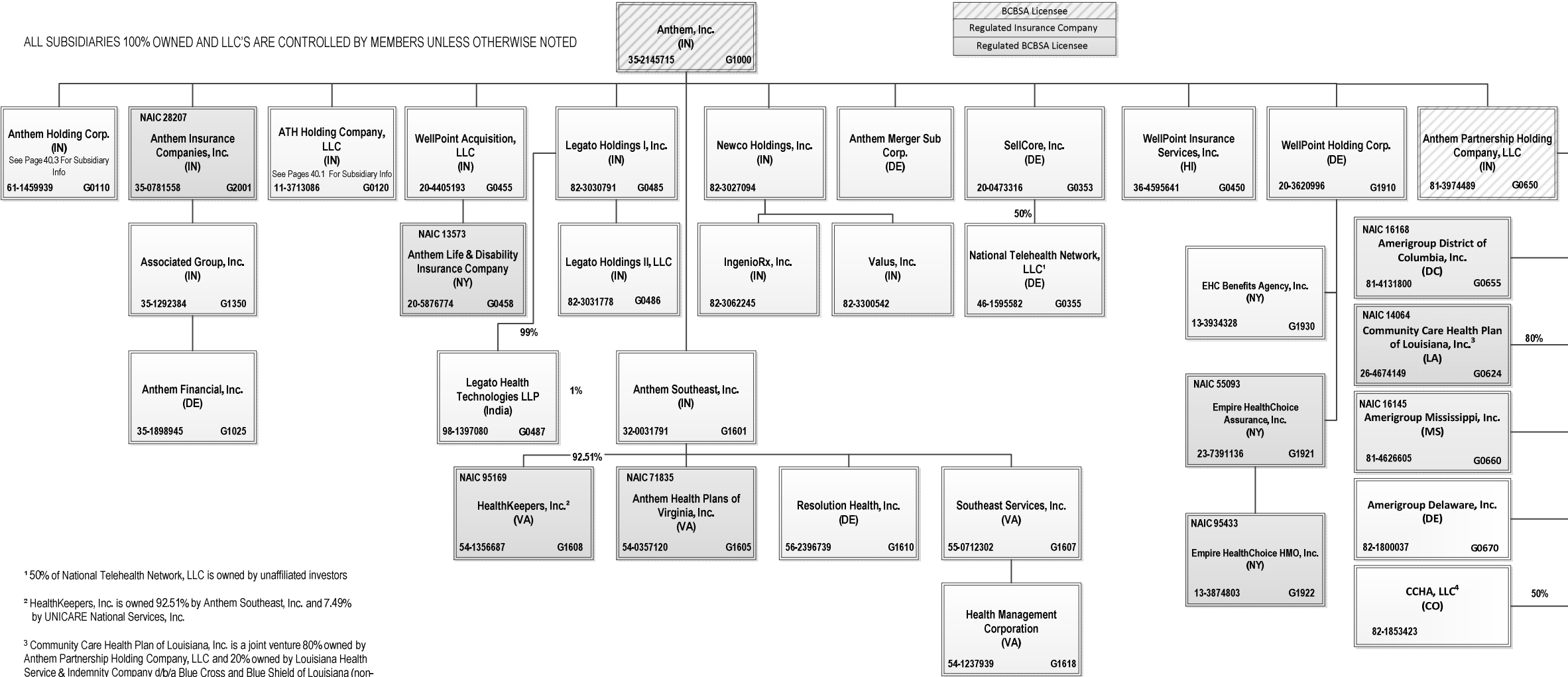
Explanation of basis of allocation by states, premiums by state, etc.

Premium amounts are allocated based on residence of insured

(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART

ALL SUBSIDIARIES 100% OWNED AND LLC'S ARE CONTROLLED BY MEMBERS UNLESS OTHERWISE NOTED



<sup>1</sup> 50% of National Telehealth Network, LLC is owned by unaffiliated investors

<sup>2</sup> HealthKeepers, Inc. is owned 92.51% by Anthem Southeast, Inc. and 7.49% by UNICARE National Services, Inc.

<sup>3</sup> Community Care Health Plan of Louisiana, Inc. is a joint venture 80% owned by Anthem Partnership Holding Company, LLC and 20% owned by Louisiana Health Service & Indemnity Company d/b/a Blue Cross and Blue Shield of Louisiana (non-affiliate)

<sup>4</sup> CCHA, LLC is a joint venture 50% owned by Anthem Partnership Holding Company, LLC and 50% owned by Colorado Community Health Alliance, LLC (non-affiliate)



**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 – ORGANIZATIONAL CHART**

**ATH Holding Company, LLC**  
(IN)

See Page 40 for Parent Info

11-3713086 G0120

The organizational chart illustrates the corporate structure of Applied Pathways LLC and its various subsidiaries. At the top, Applied Pathways LLC (IL) is shown with a 69.910% ownership stake. It branches into several entities, including WPMI, LLC<sup>5</sup> (DE), Anthem Kentucky Managed Care Plan, Inc. (KY), Anthem Health Plans of Kentucky, Inc. (KY), Anthem Health Plans of Maine, Inc. (ME), Anthem Health Plans of New Hampshire, Inc. (NH), AMERIGROUP Corporation (DE), Federal Government Solutions LLC (WI), and Living Complete Technologies, Inc. (MD). WPMI, LLC<sup>5</sup> further branches into WPMI (Shanghai) Enterprise Service Co. Ltd. (China). Anthem Health Plans of Kentucky, Inc. (KY) branches into Designated Agent Company, Inc. (KY). Anthem Health Plans of New Hampshire, Inc. (NH) branches into Matthew Thornton Health Plan, Inc. (NH). Federal Government Solutions LLC (WI) branches into NGS Federal, LLC (IN), TrustSolutions, LLC (WI), WellPoint Military Care Corporation (IN), WellPoint Health Solutions, Inc. (IN), and National Government Services, Inc. (IN). Applied Pathways LLC (IL) also branches into Anthem Health Plans, Inc. (CT), Community Insurance Company (OH), Imaging Management Holdings, L.L.C. (DE), CareMore Health System (CA), Rocky Mountain Hospital and Medical Service, Inc. (CO), The Anthem Companies of California, Inc. (CA), The Anthem Companies, Inc. (IN), and See Page 40.2 for HealthSun related entities. Imaging Management Holdings, L.L.C. (DE) branches into HEP AP Holdings, Inc. (DE) and American Imaging Management, Inc. (IL). HEP AP Holdings, Inc. (DE) further branches into Applied Pathways LLC<sup>6</sup> (IL). Rocky Mountain Hospital and Medical Service, Inc. (CO) branches into Anthem Life Insurance Company (IN) and HMO Colorado, Inc. (CO). HMO Colorado, Inc. (CO) further branches into Anthem Health Insurance Company of Nevada (NV). CareMore Services Company, LLC (IN) is also shown. The chart includes NAIC numbers and G codes for each entity.

**Applied Pathways LLC<sup>6</sup> (IL)**  
80-0531799 G0462

**WPMI, LLC<sup>5</sup> (DE)**  
20-8672847 G0130

**WPMI (Shanghai) Enterprise Service Co. Ltd. (China)**  
98-0552141 G2510

**Anthem Kentucky Managed Care Plan, Inc. (KY)**  
47-0992859 G1710

**Anthem Health Plans of Kentucky, Inc. (KY)**  
61-1237516 G1700

**Anthem Health Plans of Maine, Inc. (ME)**

**Anthem Health Plans of New Hampshire, Inc. (NH)**  
02-0510530 G1820

**Matthew Thornton Health Plan, Inc. (NH)**  
02-0494919 G1822

**AMERIGROUP Corporation (DE)**  
See Page 40.6 For Subsidiary Info  
54-1739323 G0601

**Federal Government Solutions LLC (WI)**

**Living Complete Technologies, Inc. (MD)**  
02-0581429 G0125

**Designated Agent Company, Inc. (KY)**  
26-2544715 G1705

**NGS Federal, LLC (IN)**  
81-5476630 G0449

**TrustSolutions, LLC (WI)**  
43-1967924 G0433

**WellPoint Military Care Corporation (IN)**  
47-2546820 G0446

**WellPoint Health Solutions, Inc. (IN)**  
81-2874917 G0448

**National Government Services, Inc. (IN)**  
35-1840597 G2019

**Anthem Health Plans, Inc. (CT)**  
06-1475928 G1800

**Community Insurance Company (OH)**  
31-1440175 G1728

**Imaging Management Holdings, L.L.C. (DE)**  
75-2619605 G0440

**CareMore Health System (CA)**  
See Page 40.5 For Subsidiary Info  
20-2076421 G0532

**Rocky Mountain Hospital and Medical Service, Inc. (CO)**  
84-0747736 G1525

**The Anthem Companies of California, Inc. (CA)**  
45-5443372 G1444

**The Anthem Companies, Inc. (IN)**  
35-1835818 G1454

**See Page 40.2 for HealthSun related entities**

**HEP AP Holdings, Inc. (DE)**  
47-3953545 G0461

**American Imaging Management, Inc. (IL)**

**Anthem Life Insurance Company (IN)**  
35-0980405 G1400

**HMO Colorado, Inc. (CO)**  
84-1017384 G1522

**Anthem Health Insurance Company of Nevada (NV)**  
26-1498094 G0529

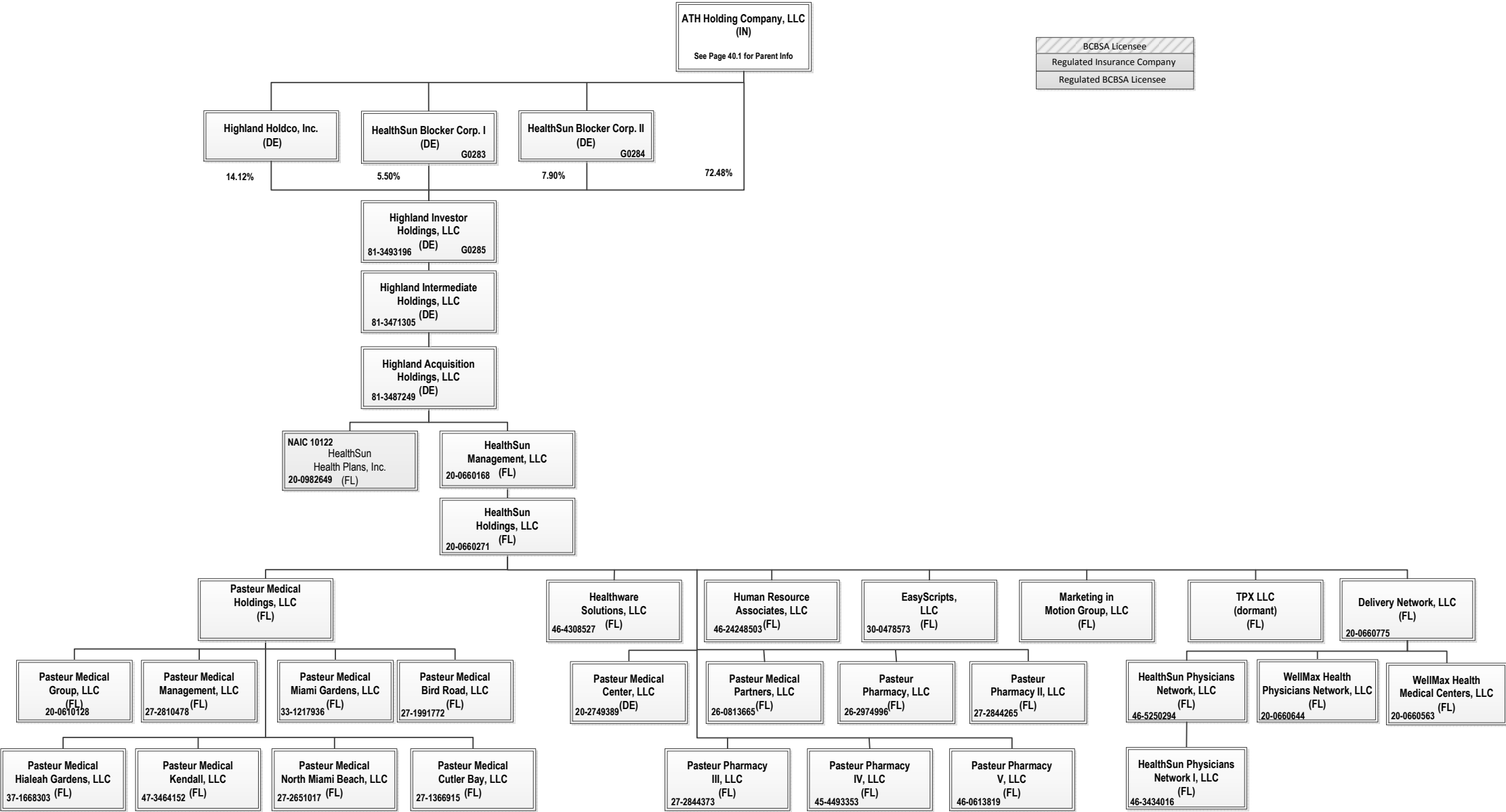
**CareMore Services Company, LLC (IN)**  
46-0613946 G0544

<sup>5</sup> 30.09% of WPMI, LLC is owned by unaffiliated investors

<sup>6</sup> Applied Pathways LLC is owned 53.52% by AIM and 46.48% by HEP AP Holdings, Inc.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART

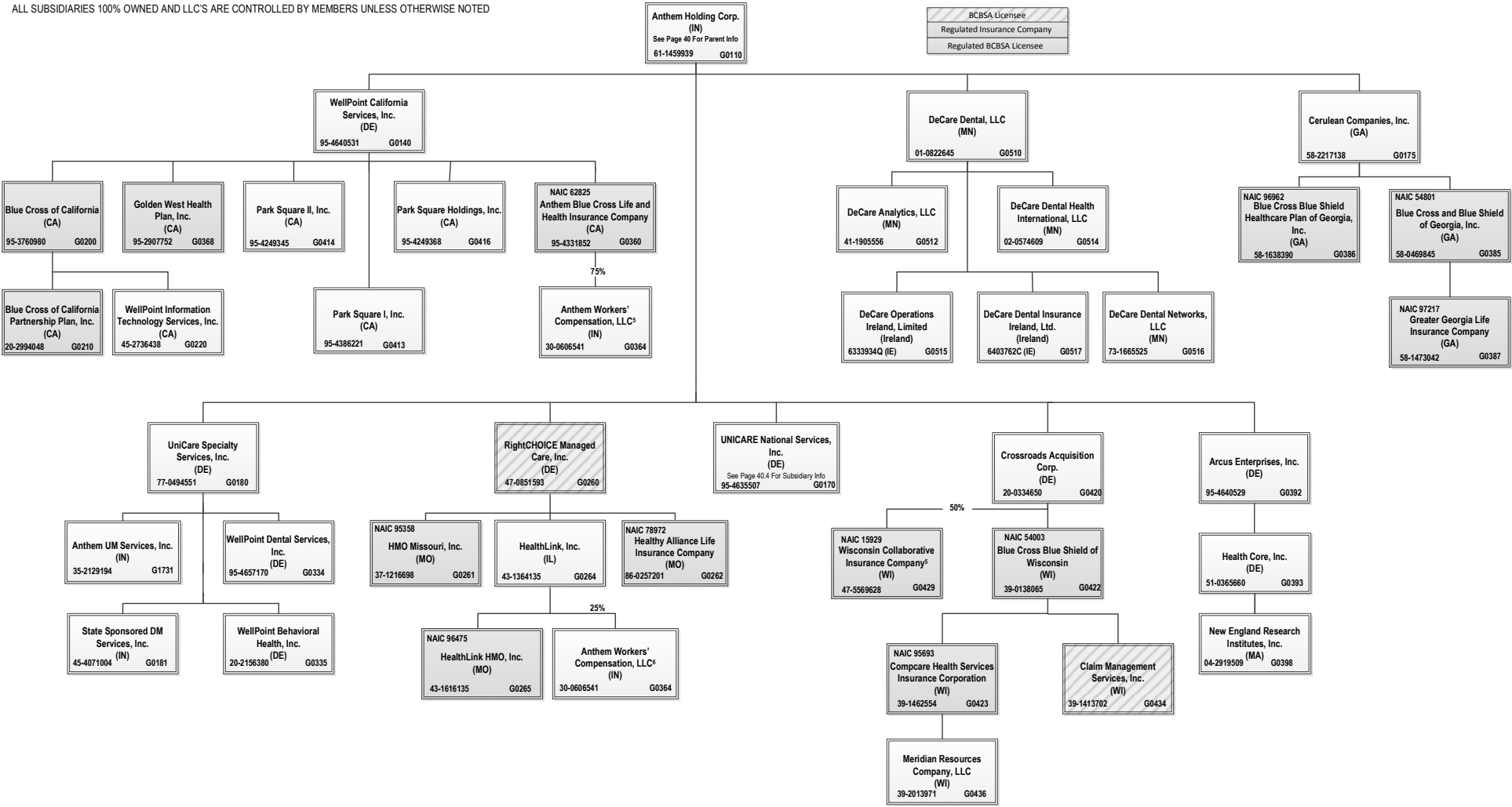
ALL SUBSIDIARIES 100% OWNED AND LLC'S ARE CONTROLLED BY MEMBERS UNLESS OTHERWISE NOTED



BCBSA Licensee
Regulated Insurance Company
Regulated BCBSA Licensee

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART

ALL SUBSIDIARIES 100% OWNED AND LLC'S ARE CONTROLLED BY MEMBERS UNLESS OTHERWISE NOTED

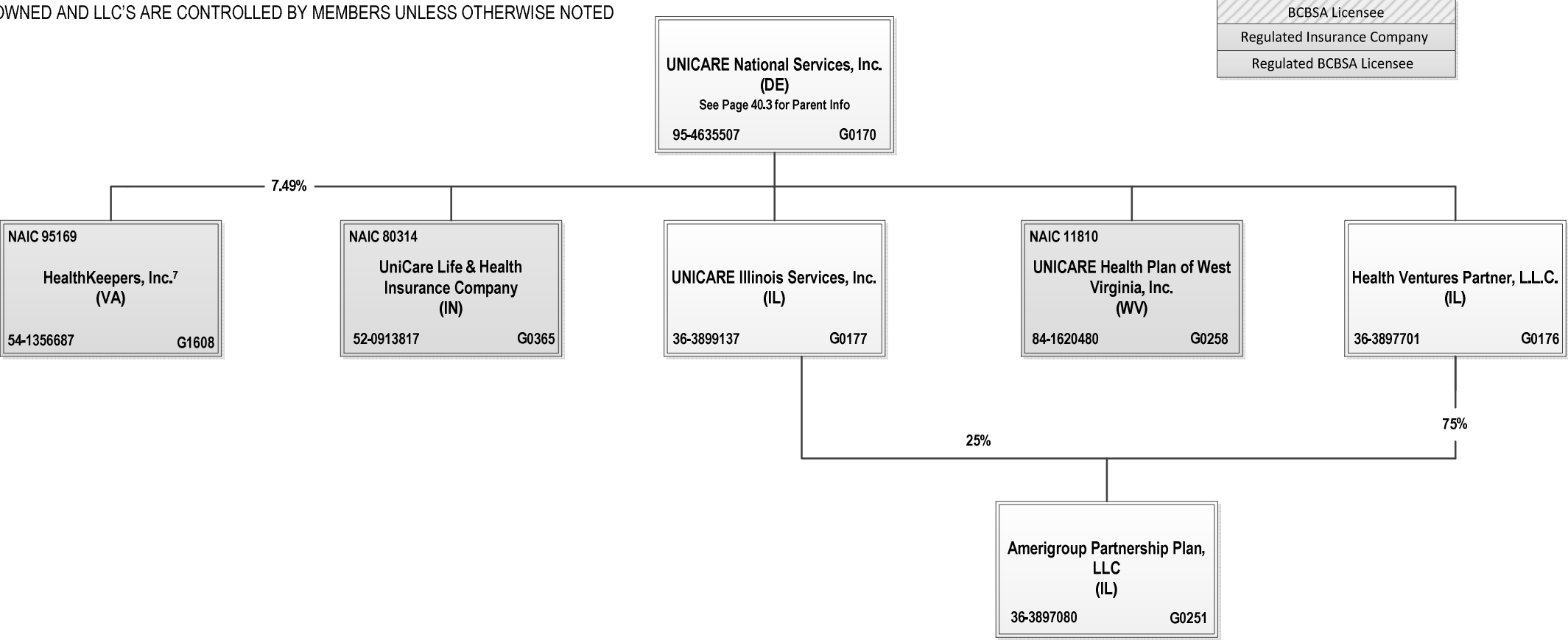


<sup>5</sup> 50% of WCIC is owned by Aurora Health Care, Inc. (non-affiliate)

<sup>6</sup> Anthem Workers' Compensation LLC is owned 75% by Anthem Blue Cross Life and Health Insurance Company and 25% by HealthLink, Inc.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART

ALL SUBSIDIARIES 100% OWNED AND LLC'S ARE CONTROLLED BY MEMBERS UNLESS OTHERWISE NOTED

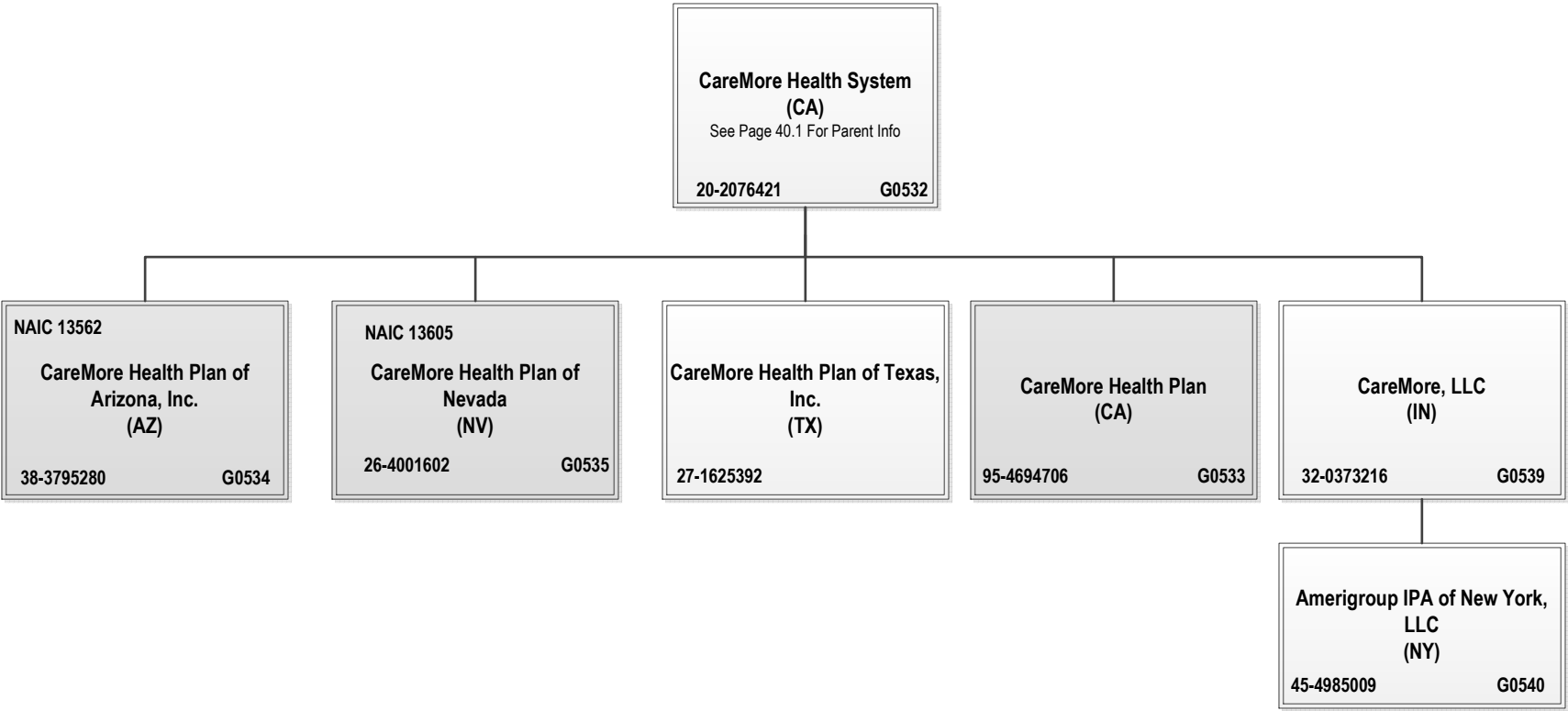


<sup>7</sup> HealthKeepers, Inc. is owned 92.51% by Anthem Southeast, Inc. and 7.49% by UNICARE National Services, Inc.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART

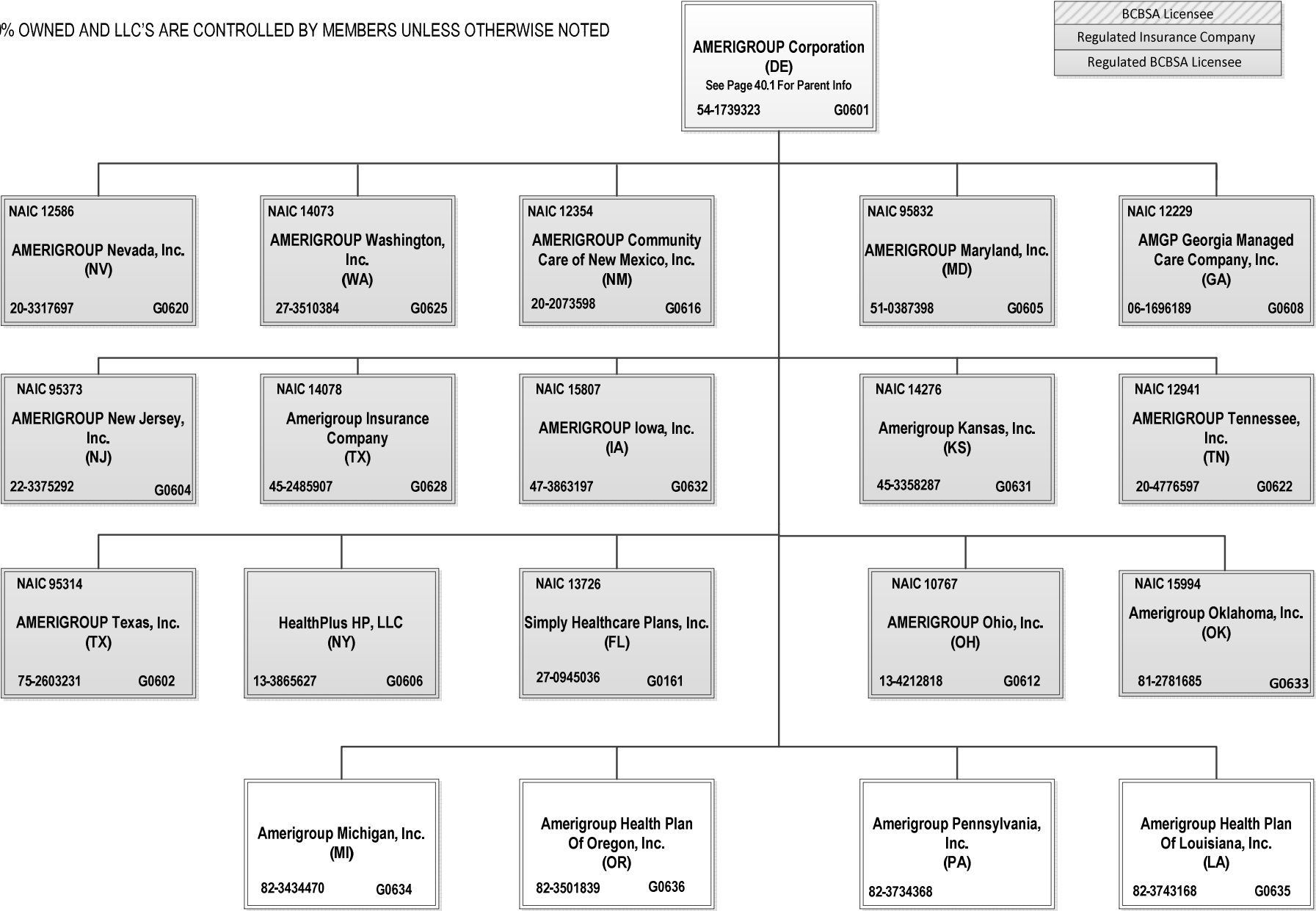
ALL SUBSIDIARIES 100% OWNED AND LLC’S ARE CONTROLLED BY MEMBERS UNLESS OTHERWISE NOTED

BCBSA Licensee
Regulated Insurance Company
Regulated BCBSA Licensee



SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART

ALL SUBSIDIARIES 100% OWNED AND LLC'S ARE CONTROLLED BY MEMBERS UNLESS OTHERWISE NOTED



OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

		Current Year			Prior Year
		1	2	3	4
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
2504.	State Tax Recoverable .....	445,091	445,091	0	0
2597.	Summary of remaining write-ins for Line 25 from overflow page	445,091	445,091	0	0

Additional Write-ins for Liabilities Line 23

		Current Year			Prior Year
		1	2	3	4
		Covered	Uncovered	Total	Total
2304.	Other premium liability .....	1,342,510		1,342,510	1,086,455
2305.	Blue Card Liabilities .....	670,707		670,707	498,405
2306.	Performance Guarantee Liability .....	507,026		507,026	655,340
2397.	Summary of remaining write-ins for Line 23 from overflow page	2,520,243	0	2,520,243	2,240,200

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE Anthem Health Plans of Maine, Inc.

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Exhibit 1 Line 6

Source of Enrollment	Total Members at End of					6 Current Year Member Months
	1 Prior Year	2 First Quarter	3 Second Quarter	4 Third Quarter	5 Current Year	
0604. Vision .....	136,837	138,476	138,432	140,092	136,883	1,664,966
0605. Stoploss .....	30,243	32,157	32,214	32,284	32,189	386,885
0606. Consumer Driven Health Products .....	14,766	13,441	13,445	12,808	11,863	157,091
0697. Summary of remaining write-ins for Line 6 from overflow page	181,846	184,074	184,091	185,184	180,935	2,208,942



ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

Analysis of Operations By Lines of Business ..... 7

Assets ..... 2

Cash Flow ..... 6

Exhibit 1 - Enrollment By Product Type for Health Business Only ..... 17

Exhibit 2 - Accident and Health Premiums Due and Unpaid ..... 18

Exhibit 3 - Health Care Receivables ..... 19

Exhibit 3A - Analysis of Health Care Receivables Collected and Accrued ..... 20

Exhibit 4 - Claims Unpaid and Incentive Pool, Withhold and Bonus ..... 21

Exhibit 5 - Amounts Due From Parent, Subsidiaries and Affiliates ..... 22

Exhibit 6 - Amounts Due To Parent, Subsidiaries and Affiliates ..... 23

Exhibit 7 - Part 1 - Summary of Transactions With Providers ..... 24

Exhibit 7 - Part 2 - Summary of Transactions With Intermediaries ..... 24

Exhibit 8 - Furniture, Equipment and Supplies Owned ..... 25

Exhibit of Capital Gains (Losses) ..... 15

Exhibit of Net Investment Income ..... 15

Exhibit of Nonadmitted Assets ..... 16

Exhibit of Premiums, Enrollment and Utilization (State Page) ..... 30

Five-Year Historical Data ..... 29

General Interrogatories ..... 27

Jurat Page ..... 1

Liabilities, Capital and Surplus ..... 3

Notes To Financial Statements ..... 26

Overflow Page For Write-ins ..... 44

Schedule A - Part 1 ..... E01

Schedule A - Part 2 ..... E02

Schedule A - Part 3 ..... E03

Schedule A - Verification Between Years ..... SI02

Schedule B - Part 1 ..... E04

Schedule B - Part 2 ..... E05

Schedule B - Part 3 ..... E06

Schedule B - Verification Between Years ..... SI02

Schedule BA - Part 1 ..... E07

Schedule BA - Part 2 ..... E08

Schedule BA - Part 3 ..... E09

Schedule BA - Verification Between Years ..... SI03

Schedule D - Part 1 ..... E10

Schedule D - Part 1A - Section 1 ..... SI05

Schedule D - Part 1A - Section 2 ..... SI08

Schedule D - Part 2 - Section 1 ..... E11

Schedule D - Part 2 - Section 2 ..... E12

Schedule D - Part 3 ..... E13

Schedule D - Part 4 ..... E14

Schedule D - Part 5 ..... E15

Schedule D - Part 6 - Section 1 ..... E16

Schedule D - Part 6 - Section 2 ..... E16

Schedule D - Summary By Country ..... SI04

Schedule D - Verification Between Years ..... SI03

Schedule DA - Part 1 ..... E17

Schedule DA - Verification Between Years ..... SI10

Schedule DB - Part A - Section 1 ..... E18

Schedule DB - Part A - Section 2 ..... E19

Schedule DB - Part A - Verification Between Years ..... SI11

Schedule DB - Part B - Section 1 ..... E20

Schedule DB - Part B - Section 2 ..... E21

Schedule DB - Part B - Verification Between Years ..... SI11

Schedule DB - Part C - Section 1 ..... SI12

Schedule DB - Part C - Section 2 ..... SI13

Schedule DB - Part D - Section 1 ..... E22

Schedule DB - Part D - Section 2 ..... E23

Schedule DB - Verification ..... SI14

Schedule DL - Part 1 ..... E24

Schedule DL - Part 2 ..... E25

Schedule E - Part 1 - Cash ..... E26

Schedule E - Part 2 - Cash Equivalents ..... E27

Schedule E - Part 3 - Special Deposits ..... E28

Schedule E - Verification Between Years ..... SI15

ANNUAL STATEMENT BLANK (Continued)

Schedule S - Part 1 - Section 2 .....	31
Schedule S - Part 2 .....	32
Schedule S - Part 3 - Section 2 .....	33
Schedule S - Part 4 .....	34
Schedule S - Part 5 .....	35
Schedule S - Part 6.....	36
Schedule S - Part 7.....	37
Schedule T - Part 2 - Interstate Compact .....	39
Schedule T - Premiums and Other Considerations .....	38
Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group .....	40
Schedule Y - Part 1A - Detail of Insurance Holding Company System .....	41
Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates .....	42
Statement of Revenue and Expenses .....	4
Summary Investment Schedule .....	SI01
Supplemental Exhibits and Schedules Interrogatories .....	43
Underwriting and Investment Exhibit - Part 1 .....	8
Underwriting and Investment Exhibit - Part 2 .....	9
Underwriting and Investment Exhibit - Part 2A .....	10
Underwriting and Investment Exhibit - Part 2B .....	11
Underwriting and Investment Exhibit - Part 2C .....	12
Underwriting and Investment Exhibit - Part 2D .....	13
Underwriting and Investment Exhibit - Part 3 .....	14